

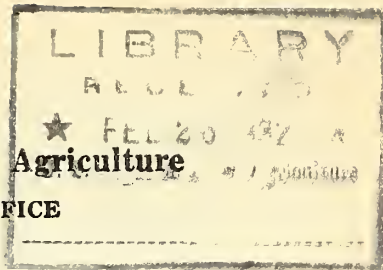
Historic, Archive Document

Do not assume content reflects current scientific knowledge, policies, or practices.

United States Department of Agriculture

FARMERS' SEED LOAN OFFICE

COLUMBIA, S. C.



WASHINGTON, D. C., *March 15, 1930.*

REGULATIONS RELATIVE TO SEED, FEED, AND FERTILIZER LOANS IN 1930 IN STORM AND FLOOD STRICKEN AREAS OF ALABAMA, FLORIDA, GEORGIA, NORTH CAROLINA, SOUTH CAROLINA, AND VIRGINIA

This circular defines the procedure relative to granting loans for the purchase of seed for spring planting in 1930, feed for work stock, and fertilizer to farmers in storm and flood stricken areas of Alabama, Florida, Georgia, North Carolina, South Carolina, and Virginia out of the appropriation for the purchase of seed, feed, and fertilizer authorized under the joint resolution of Congress approved March 3, 1930, entitled, "Joint resolution for the relief of farmers in the storm, flood, and/or drought stricken areas of Alabama, Florida, Georgia, North Carolina, South Carolina, Virginia, Ohio, Oklahoma, Indiana, Illinois, Minnesota, North Dakota, Montana, New Mexico, and Missouri." The text of this resolution is as follows:

That the Secretary of Agriculture is hereby authorized, for the crop of 1930, to make advances or loans to farmers in the storm, flood, and/or drought stricken areas of Alabama, Florida, Georgia, North Carolina, South Carolina, Virginia, Ohio, Oklahoma, Indiana, Illinois, Minnesota, North Dakota, Montana, New Mexico, and Missouri, where he shall find that an emergency for such assistance exists, for the purchase of seed of suitable crops, feed for work stock, and fertilizer, and, when necessary, to procure such seed, feed, and fertilizer and sell the same to such farmers: *Provided*, That in New Mexico advances or loans may be made to individuals or groups of farmers for the purchase of materials and the employment of labor for the replacement of damaged or destroyed irrigation ditches, where such replacement is deemed necessary for crop production. Such advances, loans, or sales shall be made upon such terms and conditions and subject to such regulations as the Secretary of Agriculture shall prescribe, including an agreement by each farmer to use the seed and fertilizer thus obtained by him for crop production. A first lien on all crops growing or to be planted and grown during the year 1930 shall, in the discretion of the Secretary of Agriculture, be deemed sufficient security for such loan, advance, or sale. All such advances, loans, and sales shall be made through such agencies as the Secretary of Agriculture may designate, and in such amounts as such agencies, with the approval of the Secretary of Agriculture, may determine. For carrying out the purposes of this resolution,

including all expenses and charges incurred in so doing, there is hereby authorized to be appropriated, out of any money in the Treasury not otherwise appropriated, the sum of \$7,000,000.

SEC. 2. Any person who shall knowingly make any material false representation for the purpose of obtaining an advance, loan, or sale, or in assisting in obtaining such loan, advance, or sale under this resolution shall, upon conviction thereof, be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

Loans for the purchase of seed for spring planting in 1930, feed for work stock, and fertilizer may be made to farmers in areas in Alabama, Florida, Georgia, North Carolina, South Carolina, and Virginia determined by the Department of Agriculture to have suffered crop failures or severe crop losses from storms or floods in 1929, and may be made to such individuals within such areas as are found by the Department of Agriculture to have acreage fit for seeding, who by reason of such crop failure or crop losses do not have seed, feed, and/or fertilizer, and who are without money or commercial basis of credit for its purchase.

No loan for seed, feed, and fertilizer in 1930 will be made to any applicant in excess of \$2,000. The total amount of loans to the tenants of any one landowner shall not exceed the aggregate sum of \$2,000. Maximum amounts per acre in which loans will be made for seed and fertilizer on crops planted or to be planted are as follows: Cotton, \$8; tobacco, \$15; truck crops, including potatoes and sweetpotatoes, \$20; corn and other crops, \$4. The right is reserved to make loans at rates lower than the foregoing maximum allowances. Applicants must agree to use seed and methods approved by the Department of Agriculture, through its local representatives. No loan will be made to any applicant who has a means of livelihood other than farming, nor to a minor.

Application for seed, feed, and fertilizer loans for 1930 shall be made on the official form of application prescribed and furnished by the Secretary of Agriculture, and shall describe the particular acreage to be sown, or on which the fertilizer is to be applied. Such application shall be investigated by the Department of Agriculture through such agencies as it may determine, and the approval or disapproval of the application certified by its authorized representative. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant, or on his written order, upon receipt and approval by the designated representative of the United States Department of Agriculture of the following documents:

(a) Application on the form previously specified in this circular, signed by the applicant and verified by the designated representatives of the department in the county in which the applicant is located.

(b) Promissory notes, fully executed by the applicant, for the amount of the loan, payable to the United States of America, on or before October 1, 1930, with interest at the rate of 5 per cent per annum, in the form prescribed and furnished by the Secretary of Agriculture. Interest to October 1 will be deducted in advance from the amount loaned.

(c) Chattel mortgages in Florida, Georgia, South Carolina, and Alabama, and crop liens in North Carolina and Virginia, upon the crop growing or to be grown on the land described in the application in 1930, in favor of the United States of America, duly executed by the applicant in such manner as to entitle it to filing and securing payment of the above-mentioned note, and in the case of chattel mortgages containing a provision authorizing the United States Department of Agriculture, through a representative designated by the Secretary of Agriculture, in the event the applicant fails to protect and at the proper time to harvest the crop mortgaged, to enter upon the premises and harvest the same, and to sell the crop to satisfy the lien of said mortgage and expenses incurred thereunder from the proceeds of the crop. Chattel mortgages and/or crop liens shall be executed on forms supplied by the Department of Agriculture, and shall be filed in the proper office under the State laws applicable. One of the three copies of chattel mortgage and/or crop lien required should be retained by the applicant. If the applicant for a loan is a tenant, or is farming land under so-called crop contract, or has given a prior mortgage on his 1930 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form or on separate waiver form. In all cases where waivers are required, the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any rent note, mortgage, land sales contract, or other paper and must enter into an agreement on the special form provided for the purpose (Form No. 7) that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States.

(d) By a voucher form supplied by the Department of Agriculture and signed by the applicant.

The right is reserved to make payments to borrowers in installments and to require borrowers to show how the initial installment has been expended before further payments are made.

Applications for loans under these regulations must be mailed in time to be received by the designated representative of the Department of Agriculture at the Farmers' Seed Loan Office, Columbia, S. C., not later than May 31, 1930.

The right is reserved to make further supplemental or amendatory regulations relative to loans for the purchase of seed, feed, and fertilizer in Alabama, Florida, Georgia, North Carolina, South Carolina, and Virginia in 1930 from time to time, or to withdraw these regulations at any time.

ARTHUR M. HYDE,
Secretary of Agriculture.

United States Department of Agriculture

WASHINGTON, D. C., *December 30, 1930.*

Regulations Relative to Loans for Seed, Fertilizer, Feed, and/or Fuel and Oil for Tractors in 1931 in Drought and/or Storm Stricken or Hail Stricken Areas of Illinois, Indiana, Kansas, Kentucky, Missouri, Oklahoma, and Texas

This circular defines the procedure relative to granting loans for the purchase of seed for spring planting in 1931, fertilizer, feed for work stock, and/or fuel and oil for tractors to farmers in the drought and/or storm stricken or hail stricken areas of Illinois, Indiana, Kansas, Kentucky, Missouri, Oklahoma, and Texas out of the appropriation for the purchase of seed, fertilizer, feed, and/or fuel and oil for tractors authorized under the joint resolution of Congress approved December 20, 1930, entitled "Joint resolution for the relief of farmers in the drought and/or storm stricken areas of the United States." The text of this resolution is as follows:

That the Secretary of Agriculture is hereby authorized, for the crop of 1931, to make advances or loans to farmers in the drought and/or storm stricken or hail stricken areas of the United States, where he shall find that an emergency for such assistance exists, for the purchase of seed of suitable crops, fertilizer, feed for work stock, and/or fuel and oil for tractors, used for crop production, and when necessary to procure such seed, fertilizer, feed, and fuel and oil, and for such other purposes incident to crop production as may be prescribed by the Secretary of Agriculture, and sell the same to such farmers. Such advances, loans, or sales shall be made upon such terms and conditions and subject to such regulations as the Secretary of Agriculture shall prescribe, including an agreement by each farmer to use the seed, fertilizer, feed for work stock, fuel and oil thus obtained by him for crop production. A first lien on all crops growing or to be planted and grown during the year 1931 shall, in the discretion of the Secretary of Agriculture, be deemed sufficient security for such loan, advance, or sale. All such loans, advances, and sales shall be made through such agencies as the Secretary of Agriculture may designate, and in such amounts as such agencies, with the approval of the Secretary of Agriculture, may determine. For carrying out the purpose of this resolution, including all expenses and charges incurred in so doing, there is hereby authorized to be appropriated, out of any money in the Treasury not otherwise appropriated, the sum of \$45,000,000: *Provided*, That loans shall be available for summer following in 1931.

SEC. 2. Any person who shall knowingly make any material false representation for the purpose of obtaining an advance, loan, or sale, or in assisting in obtaining such advance, loan, or sale, under this resolution, shall, upon conviction thereof, be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

Loans for the purchase of seed for spring planting in 1931, fertilizer, feed for work stock, and/or fuel and oil for tractors, may be made to farmers in areas in Illinois, Indiana, Kansas, Kentucky, Missouri, Oklahoma, and Texas determined by the Department of Agriculture to have suffered crop failures or severe losses from drought, storm, and/or hail in 1930 and may be made to such individuals within such areas as are found by the Department of Agriculture to have acreage fit for seeding, who by reason of such crop failure or losses do not have seed, fertilizer, feed, and/or fuel and oil for tractors, and who are without money or commercial basis of credit for its purchase.

No loan for seed, fertilizer, feed, and/or fuel and oil in 1931 will be made to any applicant in excess of \$600. Loans for seed will be based on approximate cost of seed per acre, but not in excess of an average cost of \$2 per acre for corn, cotton, oats, tobacco, and grain sorghums, \$15 per acre for truck crops (including potatoes and sweet potatoes), and \$5 per acre for other crops. Loans for fertilizer will be made only in those counties where its use is deemed necessary by the representatives of the Department of Agriculture, and at rates not in excess of \$5 per acre except for tobacco and truck crops, for which the maximum rate will be \$10. The right is reserved to make loans at rates lower than the foregoing maximum allowances. Loans for feed will be based on the number of animals required to cultivate the acreage shown by the borrower and the period for which feed is required. Loans for fuel and oil will be limited to the amount necessary for tractor operation on the acreage of crops to be grown. Applicants must agree to use seed and methods approved by the Department of Agriculture, through its local representatives. No loan will be made to any applicant who has a means of livelihood other than farming, nor to a minor. The total of loans to the tenants of any one landlord in any one county shall not exceed the aggregate sum of \$600. Each borrower must agree to plant a garden for home use and a sufficient acreage of feed crops to produce feed for his livestock.

Application for loans for seed, fertilizer, feed, and/or fuel and oil for tractors for 1931 shall be made on the official form of application prescribed and furnished by the Secretary of Agriculture and shall describe the particular acreage to be sown or on which the fertilizer is to be applied. Such application shall be investigated by the Department of Agriculture through such agencies as it may determine and the approval or disapproval of the application certified by its authorized representative. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant, or

on his written order, upon receipt and approval by the designated representative of the United States Department of Agriculture of the following documents:

(a) Application on the form previously specified in this circular signed by the applicant and verified by the designated representatives of the department in the county in which the applicant is located.

(b) Promissory note, fully executed by the applicant, for the amount of the loan, payable to the United States of America, on or before November 30, 1931, with interest at the rate of 5 per cent per annum, in the form prescribed and furnished by the Secretary of Agriculture. Interest to November 30, 1931, will be deducted in advance from the amount loaned.

(c) Chattel mortgages in Indiana, Missouri, Oklahoma, and Texas, upon the crop growing or to be grown on the land described in the application in 1931, in favor of the United States of America, duly executed by the applicant in such manner as to entitle it to filing and securing payment of the above-mentioned note, and containing a provision authorizing the United States Department of Agriculture, through a representative designated by the Secretary of Agriculture, in the event the applicant fails to protect and at the proper time to harvest the crop mortgaged, to enter upon the premises and harvest the same, and to sell the crop to satisfy the lien of said mortgage and expenses incurred thereunder from the proceeds of the crop. Chattel mortgages shall be executed on forms supplied by the Department of Agriculture, and shall be filed in the proper office under the State laws applicable. As the State laws in Illinois, Kansas, and Kentucky require that a crop must be planted and growing before a legal crop mortgage can be given, applicants living in those States must sign an agreement to execute and deliver a chattel mortgage on growing crops at the proper time.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form. In all cases where waivers are re-

quired the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any rent note, mortgage, land sales contract, or other paper and must enter into an agreement on the special form provided for the purpose that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States.

(d) By a voucher form supplied by the Department of Agriculture and signed by the applicant.

The right is reserved to make payments to borrowers in installments and to require borrowers to show how the initial installment has been expended before further payments are made.

Applications for loans under these regulations must be mailed in time to be received by the designated representative of the Department of Agriculture at the Farmers' Seed Loan Office, St. Louis, Mo., not later than April 30, 1931.

The right is reserved to make further supplemental or amendatory regulations relative to loans for the purchase of seed, feed, and/or fuel and oil for tractors, and fertilizer in Illinois, Indiana, Kansas, Kentucky, Missouri, Oklahoma, and Texas, in 1931 from time to time, or to withdraw these regulations at any time.

ARTHUR M. HYDE,
Secretary of Agriculture.

United States Department of Agriculture

WASHINGTON, D. C., *December 30, 1930.*

Regulations Relative to Loans for Seed, Fertilizer, Feed and/or Fuel and Oil for Tractors in 1931 in Drought and/or Storm Stricken Areas of Georgia, North Carolina, Virginia, Maryland, West Virginia, Ohio, and Michigan

This circular defines the procedure relative to granting loans for the purchase of seed for spring planting in 1931, fertilizer, feed for work stock and/or fuel and oil for tractors to farmers in the drought and/or storm stricken areas of Georgia, North Carolina, Virginia, Maryland, West Virginia, Ohio, and Michigan out of the appropriation for the purchase of seed, fertilizer, feed, and/or fuel and oil for tractors authorized under the joint resolution of Congress approved December 20, 1930, entitled "Joint Resolution for the relief of farmers in the drought and/or storm stricken areas of the United States." The text of this resolution is as follows:

That the Secretary of Agriculture is hereby authorized, for the crop of 1931, to make advances or loans to farmers in the drought and/or storm stricken or hail stricken areas of the United States, where he shall find that an emergency for such assistance exists, for the purchase of seed of suitable crops, fertilizer, feed for work stock and/or fuel and oil for tractors, used for crop production, and when necessary to procure such seed, fertilizer, feed, and fuel and oil, and for such other purposes incident to crop production as may be prescribed by the Secretary of Agriculture, and sell the same to such farmers. Such advances, loans, or sales shall be made upon such terms and conditions and subject to such regulations as the Secretary of Agriculture shall prescribe, including an agreement by each farmer to use the seed, fertilizer, feed for work stock, fuel and oil thus obtained by him for crop production. A first lien on all crops growing or to be planted and grown during the year 1931, shall, in the discretion of the Secretary of Agriculture, be deemed sufficient security for such loan, advance, or sale. All such loans, advances, and sales shall be made through such agencies as the Secretary of Agriculture may designate, and in such amounts as such agencies, with the approval of the Secretary of Agriculture, may determine. For carrying out the purposes of this resolution, including all expenses and charges incurred in so doing, there is hereby authorized to be appropriated, out of any money in the Treasury not otherwise appropriated, the sum of \$45,000,000: *Provided*, That loans shall be available for summer fallowing in 1931.

SEC. 2. Any person who shall knowingly make any material false representation for the purpose of obtaining an advance, loan, or sale, or in assisting in obtaining such advance, loan, or sale, under this resolution, shall, upon conviction thereof, be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

Loans for the purchase of seed for spring planting in 1931, fertilizer, feed for work stock, and/or fuel and oil for tractors may be made to farmers in Georgia, North Carolina, Virginia, Maryland, West Virginia, Ohio, and Michigan determined by the Department of Agriculture to have suffered crop failures or severe losses from drought, storm, and/or hail in 1930 and may be made to such individuals within such areas as are found by the Department of Agriculture to have acreage fit for seeding, who by reason of such crop failure or losses do not have seed, fertilizer, feed, and/or fuel and oil for tractors, and who are without money or commercial basis of credit for its purchase.

No loan for seed, fertilizer, feed, and/or fuel and oil in 1931 will be made to any applicant in excess of \$600. Loans for seed will be made at rates per acre based on the approximate cost of the seed required, but in no case in excess of \$2 per acre for corn, cotton, oats, and tobacco, and \$5 on other crops, except truck crops (including potatoes and sweetpotatoes), on which the maximum rate will be \$25. Loans for fertilizer will be made only in those counties where the use of fertilizer is considered necessary and desirable by the representatives of the Department of Agriculture, and at rates not exceeding \$5 per acre, except for tobacco and truck crops, on which the maximum rate will be \$10. The right is reserved to make loans at rates lower than the foregoing maximum allowances. Loans for feed will be based on the number of animals required to cultivate the acreage shown by the borrower and the period for which feed is required. Applicants must agree to use seed and methods approved by the Department of Agriculture, through its local representatives. No loan will be made to any applicant who has a means of livelihood other than farming, nor to a minor. The total of loans to the tenants of any one landlord in any one county shall not exceed the aggregate sum of \$600. Applicants must agree to plant a garden for home use and a sufficient acreage of feed crops to supply feed for their livestock.

Application for loans for seed, feed, fertilizer, and/or fuel and oil for tractors for 1931 shall be made on the official form of application prescribed and furnished by the Secretary of Agriculture, and shall describe the particular acreage to be sown or on which the fertilizer is to be applied. Such application shall be investigated by the Department of Agriculture through such agencies as it may determine and the approval or disapproval of the application certified by its authorized representative. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant, or on his written order, upon receipt and approval by the designated

representative of the United States Department of Agriculture of the following documents:

(a) Application on the form previously specified in this circular, signed by the applicant and verified by the designated representatives of the department in the county in which the applicant is located.

(b) Promissory note, fully executed by the applicant, for the amount of the loan, payable to the United States of America, on or before November 30, 1931, with interest at the rate of 5 per cent per annum, in the form prescribed and furnished by the Secretary of Agriculture. Interest to November 30, 1931, will be deducted in advance from the amount loaned.

(c) Chattel mortgages and/or crop liens in Virginia, West Virginia, Georgia, North Carolina, and Michigan, upon the crop growing or to be grown on the land described in the application in 1931, in favor of the United States of America, duly executed by the applicant in such manner as to entitle it to filing and securing payment of the above-mentioned note, and containing a provision authorizing the United States Department of Agriculture, through a representative designated by the Secretary of Agriculture, in the event the applicant fails to protect and at the proper time to harvest the crop mortgaged, to enter upon the premises and harvest the same, and to sell the crop to satisfy the lien of said mortgage and expenses incurred thereunder from the proceeds of the crop. Chattel mortgages shall be executed on forms supplied by the Department of Agriculture, and shall be filed in the proper office under the State laws applicable. In Maryland and Ohio, the applicant will be required to sign an agreement to deliver a chattel mortgage on growing crops after the crops are planted and growing. The chattel mortgage, therefore, is not required from applicants for loans in these States at the time the application is filed.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form. In all cases where waivers are required, the

person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any contract for deed, rent, note, mortgage, land sales contract or other paper and must enter into an agreement on the special form provided for the purpose that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States.

(d) By a voucher form supplied by the Department of Agriculture and signed by the applicant.

The right is reserved to make payment of the loan in installments, the amount of each installment to be determined by the Secretary of Agriculture. Initial payment will be made at the time the loan is approved and subsequent installments will follow at stated intervals only after expenditure of the initial payment is shown to have been properly made by a report on a card furnished by the Secretary of Agriculture. Interest on the entire loan from the dates of the several installments to the maturity date of the note will be deducted from the final installment.

Applications for loans under these regulations must be mailed in time to be received by the designated representative of the Department of Agriculture at the Farmers' Seed Loan Office, Washington, D. C., not later than April 30, 1931.

The right is reserved to make further supplemental or amendatory regulations relative to loans for the purchase of seed, feed and/or fuel and oil for tractors, and fertilizer in Georgia, North Carolina, Virginia, Maryland, West Virginia, Ohio, and Michigan in 1931 from time to time, or to withdraw these regulations at any time.

ARTHUR M. HYDE,
Secretary of Agriculture.

United States Department of Agriculture

U. S. Department of Agriculture

WASHINGTON, D. C., *December 30, 1930.*

Regulations Relative to Loans for Seed, Feed, and/or Fuel and Oil for Tractors in 1931 in Drought and/or Storm Stricken Areas of Minnesota, North Dakota, South Dakota, Montana, Wyoming, and Washington

This circular defines the procedure relative to granting loans for the purchase of seed for spring planting in 1931, feed for work stock, and/or fuel and oil for tractors used in crop production or summer fallowing in drought and/or storm stricken areas of Minnesota, North Dakota, South Dakota, Montana, Wyoming, and Washington out of the appropriation for the purchase of seed fertilizer, feed, and/or fuel and oil for tractors authorized under the joint resolution of Congress approved December 20, 1930, entitled "Joint resolution for the relief of farmers in the drought and/or storm stricken areas of the United States." The text of this resolution is as follows:

That the Secretary of Agriculture is hereby authorized, for the crop of 1931, to make advances or loans to farmers in the drought and/or storm stricken or hail stricken areas of the United States, where he shall find that an emergency for such assistance exists, for the purchase of seed of suitable crops, fertilizer, feed for work stock, and/or fuel and oil for tractors, used for crop production, and when necessary to procure such seed, fertilizer, feed, and fuel and oil, and for such other purposes incident to crop production as may be prescribed by the Secretary of Agriculture, and sell the same to such farmers. Such advances, loans, or sales shall be made upon such terms and conditions and subject to such regulations as the Secretary of Agriculture shall prescribe, including an agreement by each farmer to use the seed, fertilizer, feed for work stock, fuel and oil thus obtained by him for crop production. A first lien on all crops growing or to be planted and grown during the year 1931 shall, in the discretion of the Secretary of Agriculture, be deemed sufficient security for such loan, advance or sale. All such loans, advances and sales shall be made through such agencies as the Secretary of Agriculture may designate, and in such amounts as such agencies, with the approval of the Secretary of Agriculture may determine. For carrying out the purposes of this resolution, including all expenses and charges incurred in so doing, there is hereby authorized to be appropriated out of any money in the Treasury not otherwise appropriated, the sum of \$45,000,000: *Provided*, That loans shall be available for summer fallowing in 1931.

SEC. 2. Any person who shall knowingly make any material false representation for the purpose of obtaining an advance, loan, or sale, or in assisting in obtaining such advance, loan, or sale, under this resolution, shall, upon conviction thereof, be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

Loans for the purchase of seed for spring planting in 1931, feed for work stock, and/or fuel and oil for tractors may be made to farmers in areas in Minnesota, North Dakota, South Dakota, Montana, Wyoming, and Washington determined by the Department of Agriculture to have suffered crop failures or severe crop losses from drought, storms, or hail in 1930, and may be made to such individuals within such areas as are found by the Department of Agriculture to have acreage fit for seeding and who by reason of such crop failure or crop losses do not have seed, feed, and/or fuel and oil, and who are without money or commercial basis of credit for its purchase. Loans also will be made for summer fallow in 1931 for an acreage not in excess of that to be planted in 1931.

No loan for seed and feed or fuel and oil for tractors in 1931 will be made to any applicant in Minnesota, North Dakota, South Dakota, Wyoming, and Montana, in excess of \$1,000, or to any applicant in Washington in excess of \$2,000. Loans to the tenants of a single landowner in any county will not be in excess of the above amounts in the respective States. No loan will be granted to a minor. Loans for seed will be made at rates per acre based on the approximate cost of the seed required, but in no case in excess of \$2 per acre, nor \$2.50 per acre for fuel and oil for each acre of crop or summer fallow. Applicants must agree to use seed and methods approved by the Department of Agriculture through its local representatives. No loan will be made to any applicant who has a means of livelihood other than farming.

Application for loans for seed, feed, and/or fuel and oil for tractors for 1931 shall be made on the official form of application prescribed and furnished by the Secretary of Agriculture and shall describe the particular acreage to be sown. Such application shall be investigated by the department through such agencies as it may determine and the approval or disapproval of the application certified by its authorized representative. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant, or on his written order, upon receipt and approval by the designated representative of the United States Department of Agriculture of the following documents:

(a) Application on the form previously specified in this circular, signed by the applicant and verified by the designated representatives of the department in the county in which the applicant is located.

(b) Promissory note, fully executed by the applicant, for the amount of the loan, payable to the United States of America, on or before September 30, 1931, with interest at the rate of 5 per cent

per annum, in the form prescribed and furnished by the Secretary of Agriculture. Applicants in Minnesota and Montana who apply for loans for both seed and feed and/or fuel and oil for tractors will execute two notes, one in the amount requested for seed and one in the amount requested for feed and/or fuel and oil for tractors.

(c) Chattel mortgage in North Dakota, South Dakota, Wyoming, and Washington and seed lien in Minnesota and Montana, upon the crop growing or to be grown on the land described in the application in 1931 in favor of the United States of America, duly executed by the applicant in such manner as to entitle it to filing and securing payment of the above-mentioned note, and in the case of chattel mortgages containing a provision authorizing the United States Department of Agriculture, through a representative designated by the Secretary of Agriculture, in the event the applicant fails to protect and at the proper time to harvest the crop mortgaged, to enter upon the premises and harvest the same, and to sell the crop to satisfy the lien of said mortgage and expenses incurred thereunder from the proceeds of the crop. Chattel mortgages and/or crop liens shall be executed on forms supplied by the Department of Agriculture, and shall be filed in the proper office under the State laws applicable. Applicants in Minnesota and Montana who apply for a loan only for the purchase of seed will execute a seed lien. Applicants who apply for a loan only for the purchase of feed or fuel and oil will execute a chattel mortgage. Applicants who apply for a loan for the purchase of both seed and feed (or fuel and oil) will execute a seed lien in the amount for which they apply for seed and a chattel mortgage in the amount for which they apply for feed (or fuel and oil).

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land, and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form. In all cases where waivers are required the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any contract for deed, rent note, mortgage, land sales contract, or other paper and must enter into an agreement on the special form provided for the purpose (Form No. 7) that he will not assign, transfer, hypothecate, or sell

such security without first having secured the written consent of the duly authorized representative of the United States.

(d) By a voucher form supplied by the Department of Agriculture and signed by the applicant.

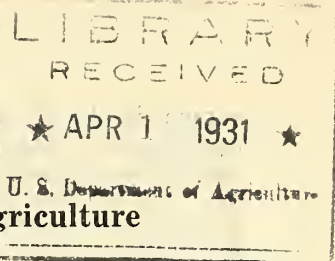
The right is reserved to make payment of the loan in installments, the amount of each installment to be determined by the Secretary of Agriculture. Initial payment will be made at the time the loan is approved and subsequent installments will follow at stated intervals only after expenditure of the initial payment is shown to have been properly made by a report on a card furnished by the Secretary of Agriculture. Interest on the entire loan from the dates of the several installments to the maturity date of the note will be deducted from the final installment.

Applications for loans under these regulations must be mailed in time to be received by the designated representative of the Department of Agriculture at its branch office in the field not later than April 30, 1931.

The right is reserved to make further supplemental or amendatory regulations relative to loans for the purchase of seed, feed, and/or fuel and oil in Minnesota, North Dakota, South Dakota, Montana, Wyoming, and Washington in 1931 from time to time or to withdraw these regulations at any time.

ARTHUR M. HYDE,
Secretary of Agriculture.

United States Department of Agriculture



WASHINGTON, D. C., *March 6, 1931.*

Regulations Relative to Loans for Feed for Livestock (Dairy Cattle, Stock Cattle, Hogs, and Sheep)

Pursuant to the authority contained in the act of Congress approved February 14, 1931 (Public, No. 666, 71st Cong.), the regulations governing loans for seed, fertilizer, feed, and/or fuel and oil for tractors in 1931 in the drought and/or storm, or hail stricken areas of the United States under the provisions of the joint resolution of Congress approved December 20, 1930 (Public Res. No. 112, 71st Cong.), are hereby amended to authorize loans to farmers for the purchase of feed for livestock, (dairy cattle, stock cattle, hogs, and sheep).

No loan for feed for such livestock will be made to any applicant in excess of \$600.

Applications for loans for feed for livestock shall be made on the special form prescribed and furnished by the Secretary of Agriculture and shall state the number, kind, and age of such livestock for which the feed is required.

Loans for feed for livestock will be made for the season at ratio per head not to exceed the following:

Dairy cattle, \$15 per head.

Stock cattle, \$10 per head.

Hogs, \$5 per head.

Sheep, \$3 per head.

These rates will be decreased as the length of the required feeding period decreases.

Such application shall be investigated by the Department of Agriculture through such agencies as it may determine and the approval or disapproval of the application certified by this authorized representative. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant or upon his written order upon receipt and approval by the designated representative of the United States Department of Agriculture of the following documents:

(a) Application on the form previously specified in this circular, signed by the applicant and verified by the designated representatives of the department in the county in which the applicant is located.

(b) Promissory note, fully executed by the application for the amount of the loan, payable to the United States of America on or before October 31, 1931, with interest at the rate of 5 per cent per

annum, in the form prescribed and furnished by the Secretary of Agriculture. Interest to date of maturity will be deducted in advance from the amount loaned.

(c) A first chattel mortgage upon all livestock owned by the applicant duly executed by the applicant in such manner as to entitle it to filing and securing payment on the above-mentioned note and containing a provision authorizing the United States Department of Agriculture, through a representative designated by the Secretary of Agriculture, in the event the applicant fails to care for and protect said property in a good and proper manner, to take and retain possession thereof and the expenses incurred in so doing, and all expenses that may become necessary in the keeping, care, and sale of said property shall be secured by this mortgage and shall be payable out of the money derived from the sale of said property; and, further, that the agents of the said Secretary of Agriculture may at any time enter upon the premises upon which said property is kept to inspect and examine and take any measures that may be necessary for the protection of said property. Further, if the applicant shall fail to make payment as in said promissory note provided, or shall break any of the other terms and conditions of this mortgage, the United States, through the agents designated by the Secretary of Agriculture, shall have the right without suit or process to take possession of said property wherever found and may sell the same or so much thereof as may be necessary at public auction for cash after giving notice as may be required by law of the time and place of sale and shall apply the proceeds of such sale to the discharge of the said debt, interest, and expenses, and shall pay any surplus to the applicant or his assigns.

If the applicant has given prior chattel mortgages on the livestock for which the applicant is applying for loan for feed, he must secure waivers of such mortgage holders in the space provided on the mortgage form for the purpose. In all cases where waivers are required a person must in addition sign an agreement form (Form No. L. S. 7) certifying that at the time of signing such waiver he is in actual possession and owner of such mortgage and that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States.

(d) By a voucher form supplied by the Department of Agriculture signed by the applicant.

The right is reserved to make payments to borrowers in installments and to require borrowers to show how the initial installment has been expended before further payments are made.

Applications for loans under these regulations must be mailed in time to be received by the designated representative of the Department of Agriculture at the Farmers' Seed Loan Office not later than April 30, 1931.

The right is reserved to make further supplemental or amendatory regulations relative to loans for the purchase of feed for livestock from time to time or to withdraw these regulations at any time.

ARTHUR M. HYDE,
Secretary of Agriculture.

RECEIVED
FEB 10 1931
Department of Agriculture

United States Department of Agriculture

WASHINGTON, D. C., *December 30, 1930.*

Regulations Relative to Loans for Seed, Fertilizer, Feed, and/or Fuel and Oil for Tractors in 1931 in the Drought and/or Storm Stricken Areas of the United States

This circular defines the procedure relative to granting loans for the purchase of seed for spring planting in 1931, fertilizer, feed for work stock, and/or fuel and oil for tractors used in crop production to farmers in drought and/or storm or hail stricken areas of Alabama, Arkansas, Louisiana, Mississippi, and Tennessee out of the appropriation for the purchase of seed, fertilizer, and/or fuel and oil authorized under the joint resolution of Congress approved December 20, 1930, entitled "Joint Resolution for the Relief of Farmers in the Drought and/or Storm Stricken Areas of the United States." The text of this resolution is as follows:

That the Secretary of Agriculture is hereby authorized, for the crop of 1931, to make advances or loans to farmers in the drought and/or storm stricken or hail stricken areas of the United States, where he shall find that an emergency for such assistance exists, for the purchase of seed of suitable crops, fertilizer, feed for work stock, and/or fuel and oil for tractors, used for crop production, and when necessary to procure such seed, fertilizer, feed and fuel and oil, and for such other purposes incident to crop production as may be prescribed by the Secretary of Agriculture, and sell the same to such farmers. Such advances, loans, or sales shall be made upon such terms and conditions and subject to such regulations as the Secretary of Agriculture shall prescribe, including an agreement by each farmer to use the seed, fertilizer, feed for work stock, fuel and oil thus obtained by him for crop production. A first lien on all crops growing or to be planted and grown during the year 1931 shall, in the discretion of the Secretary of Agriculture, be deemed sufficient security for such loan, advance, or sale. All such loans, advances, and sales shall be made through such agencies as the Secretary of Agriculture may designate, and in such amounts as such agencies, with the approval of the Secretary of Agriculture, may determine. For carrying out the purposes of this resolution, including all expenses and charges incurred in so doing, there is hereby authorized to be appropriated, out of any money in the Treasury not otherwise appropriated, the sum of \$45,000,000: *Provided*, That loans shall be available for summer fallowing in 1931.

SEC. 2. Any person who shall knowingly make any material false representation for the purpose of obtaining an advance, loan, or sale, or in assisting in obtaining such advance, loan or sale, under this resolution, shall, upon conviction thereof, be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months or both.

Loans for the purchase of seed for spring planting in 1931, fertilizer, feed for work stock, and/or fuel and oil for tractors will be made to farmers in areas in Alabama, Arkansas, Louisiana, Mississippi, and Tennessee, determined by the Department of Agriculture to have suffered crop failures or severe crop losses from drought and/or storm and hail in 1930, and may be made to such individuals within such areas as are found by the Department of Agriculture to have acreage fit for seeding, who by reason of such crop failure or losses do not have seed, fertilizer, feed, and/or fuel and oil for tractors used for crop production and who are without money or commercial basis of credit for its purchase.

No loans for seed, fertilizer, feed, and/or fuel and oil for tractors in 1931 will be made to any applicant in excess of \$2,000. The total amount of loans to the tenants of any one landowner in a single county shall not exceed the aggregate sum of \$2,000. Loans for seed will be based on approximate cost of seed per acre, but not in excess of an average cost of \$2 per acre for corn, cotton, oats, and tobacco, \$15 per acre for truck crops (including potatoes and sweet potatoes), and \$5 per acre for other crops. Loans for fertilizer will be made only in those counties where its use is deemed necessary by the representative of the Department of Agriculture, and at rates not in excess of \$5 per acre except for tobacco and truck crops, for which the maximum rate will be \$10. Loans for feed will be based on the number of animals required to cultivate the acreage shown by the borrower and the period for which feed is required. Loans for fuel and oil for tractors used for crop production will be at a rate not to exceed \$2.50 per acre for the number of acres to be cultivated in this manner. The right is reserved to make loans at rates lower than the foregoing maximum allowances. Applicants must agree to use seed and methods approved by the Department of Agriculture, through its local representatives. No loans will be made to any applicant who has a means of livelihood other than farming or to a minor.

Applications for seed, feed, and fertilizer loans for 1931 shall be made on the official form of application prescribed and furnished by the Secretary of Agriculture and shall describe the particular acreage to be sown, or on which the fertilizer is to be applied. Such application shall be investigated by the Department of Agriculture through such agencies as it may determine, and the approval or disapproval of the application certified by its authorized representatives. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant, or on his written order, upon receipt and approval by the designated

representative of the United States Department of Agriculture of the following documents:

(a) Application on the form previously specified in this circular, signed by the applicant and verified by the designated representatives of the department in the county in which the applicant is located.

(b) Promissory notes, fully executed by the applicant, for the amount of the loan, payable to the United States of America, on or before October 31, 1931, with interest at the rate of 5 per cent per annum, in the form prescribed and furnished by the Secretary of Agriculture. Interest to October 31 will be deducted in advance from the amount loaned.

(c) Crop mortgages in Alabama, Arkansas, Mississippi, and Tennessee and a crop pledge in Louisiana upon all of the crops growing or to be grown by the applicant in 1931, in favor of the United States of America, duly executed by the applicant in such manner as to entitle it to filing and securing payment of the above-mentioned note, and containing a provision authorizing the United States Department of Agriculture, through a representative designated by the Secretary of Agriculture, in the event the applicant fails to protect and at the proper time to harvest the crops mortgaged or pledged, to enter upon the premises and harvest the same, and to sell the crop to satisfy the lien of said mortgage or pledge and expenses incurred thereunder from the proceeds of the crop. Crop mortgages and pledges shall be executed on forms supplied by the Department of Agriculture, and shall be filed in the proper office under the State laws applicable. Mortgages and pledges shall be prepared in duplicate, the original being fully executed and both copies being transmitted with the application. If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage or pledge on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage or pledge holders in the space provided on the mortgage or pledge form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage or pledge form or on separate waiver form. In all cases where waivers are required, the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any contract for deed, rent note, mortgage, land sales contract, or other paper, and must enter into an agreement on the special form provided for the purpose (Form No. 7) that he will not assign, transfer, hypothecate, or sell such

security without first having secured the written consent of the duly authorized representative of the United States.

(d) By a voucher form supplied by the Department of Agriculture and signed by the applicant.

The right is reserved to make payments to borrowers in installments and to require borrowers to show how the initial installment has been expended before further payments are made.

Applications for loans under these regulations must be mailed in time to be received by the designated representative of the Department of Agriculture at the Farmers' Seed Loan Office, Memphis, Tenn., not later than April 30, 1931.

The right is reserved to make further supplemental or amendatory regulations relative to loans for the purchase of seed, fertilizer, feed and/or fuel and oil for tractors in Alabama, Arkansas, Louisiana, Mississippi, and Tennessee, in 1931 from time to time, or to withdraw these regulations at any time.

ARTHUR M. HYDE,
Secretary of Agriculture.

DECEMBER 30, 1930.



United States Department of Agriculture

FARMERS' SEED LOAN OFFICE

MEMPHIS, TENNESSEE

HOW CAN I GET A LOAN FOR SEED, FEED, AND FERTILIZER?

In the following paragraphs the principal questions which are likely to be asked by farmers in the Southern States who wish to get a loan from the Department of Agriculture for the purchase of seed, fertilizer, feed and/or fuel and oil for tractors, are answered briefly. No attempt is made to give full details of the general regulations which are contained in a circular (M. Form No. 1) issued by the Secretary of Agriculture under date of December 30, 1930.

1. What is the authority for these loans?—The Secretary of Agriculture is authorized to make loans to farmers in drought and/or storm stricken areas in the United States for the purchase of seed of suitable crops, fertilizer, feed for work stock, and/or fuel and oil for tractors used for crop production where he shall find that special need for such assistance exists, and upon such terms and subject to such regulations as he prescribes, including an agreement by each farmer to use the supplies thus obtained by him for crop production. This authority is provided in a joint resolution of Congress approved December 20, 1930.

2. Where can I make application for a loan?—The office for the handling of applications for loans for seed, fertilizer, and feed, and/or fuel and oil for tractors for drought and/or storm stricken areas in Alabama, Arkansas, Louisiana, Mississippi, and Tennessee has been established at Memphis, Tenn. Application blanks and other necessary forms have been sent to county committees, county agricultural agents, or other designated representatives and will be distributed by them for the use of applicants.

3. What is the security required?—Each individual who obtains a loan for seed, fertilizer, feed, and/or fuel and oil in 1931 must give an absolute first lien on all of the crops growing or to be grown by him in 1931 in such form as to entitle it to filing in the county in which he resides.

4. How large a loan can I obtain?—The largest amount which can be loaned to an individual is \$2,000. The amount loaned will be based on the requirements of the applicant for seed, fertilizer, feed for work stock, and/or fuel and oil, and the acreage of crops on which he gives a crop lien to secure the payment of the loan made to him. Loans may be approved in less amount than that for which application is made. Loans for seed will be based on approximate cost of seed per acre, but not in excess of \$2 per acre for corn, cotton, oats, tobacco, \$15 per acre for truck crops (including potatoes and sweetpotatoes), and \$5 for other crops. Loans for fertilizer will be made only in those counties where its use is deemed necessary and at rates not in excess of \$5 per acre except for tobacco and truck crops, for which the maximum rate will be \$10. Loans for feed will be based on the number of animals required to cultivate the acreage shown by the borrower and the period for which feed is

required. Loans for fuel and oil for tractors used for crop production will be at a rate not to exceed \$2.50 per acre for the number of acres to be cultivated in this manner. Loans may be made at rates less than these maximum figures.

5. What must I do in order to obtain a loan?—You must make application on Form No. 2 furnished by the Department of Agriculture and accompanied with a note (M. Form No. 3), crop mortgage (Form No. 4), in Louisiana (M. Form 4A) and Voucher (Form No. 5) on the proper forms, sending all to the Farmers' Seed Loan Office, Memphis, Tenn., for approval by the official of the Department of Agriculture detailed there for the purpose.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form or on separate waiver form. In all cases where waivers are required, the person waiving must certify that at the time of signing such a waiver he is in actual possession and owner of any contract for deed, rent note, mortgage, land sales contract, or other paper and must enter into an agreement on the special form provided for the purpose (Form No. 7) that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States.

6. What does the application blank require?—The application blank requires a statement of the amount of the loan desired, the number of acres for which seed and fertilizer is to be purchased, the amount desired for feed and the number of animals to be fed, and/or the amount desired for fuel and oil for tractor operation. It requires a legal description of the land on which these crops are to be planted, together with a statement of the acreage of crops grown by the applicant in 1929 and 1930 and the yields obtained. It also requires an agreement to use the money loaned for the purchase of seed, fertilizer, feed, and/or fuel and oil and to use these supplies for crop production on the land described. It requires a further statement to the effect that the applicant does not have seed, fertilizer, feed, and/or fuel and oil and that he does not have and can not get funds from other sources for the purchase of such supplies, and that if he does not obtain a Government loan he will not be able to farm in 1931.

7. What are the penalties for false representation in obtaining this loan?—The law provides that any person who shall intentionally make any material false representation for the purpose of obtaining an advance, loan, or sale, or of assisting in obtaining such advance, loan, or sale under this resolution shall upon conviction thereof be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

8. What is required after the application is completed and signed?—After the application is completed it should be signed by the applicant with his usual business signature together with his mail address. The application need not be sworn to. The community committee certificate should then be filled in and signed by at least two members of the community committee. The application and other papers should then be sent to the county committee,

which should fill in and sign the county committee certificate and forward the application to the Farmers' Seed Loan Office, Memphis, Tenn. Full publicity will be given in local newspapers to the names and addresses of all members of the community and county committees.

9. What is the note?—The note is a promissory note (M. Form No. 3) supplied by the Department of Agriculture, in the amount of the application (not to exceed \$2,000) maturing October 31, 1931, and bearing interest at the rate of 5 per cent per annum after that date.

10. What is the mortgage?—The mortgage is a crop mortgage on the crops to be grown by the applicant on the land described therein which the applicant intends to cultivate in 1931. Two copies of the form (Form No. 4) in Louisiana (M. Form 4A) supplied by the Department should be filled in and the original should be signed and sworn to before a notary public, who must affix his seal. Both copies should be sent with the application and the note to the Farmers' Seed Loan Office, Memphis, Tenn. Applicants who have previously mortgaged their 1931 crops should accompany the mortgage with waivers on the reverse of the mortgage form or on the separate form (Form No. 6) provided for the purpose, signed by other mortgagees to the extent of the Government loan. Notary fee in connection with the oath on the mortgage must be paid by the borrower, but the mortgage will be filed and the filing fee paid by the Department of Agriculture.

11. Can a tenant obtain a loan from this fund?—In order for a tenant to obtain a loan from this fund his landlord must sign the waiver which is a part of the mortgage form. The total of all loans to the tenants of any one landlord within a single county shall not exceed \$2,000. In this connection, also, attention is called to the second paragraph in reply to question 5.

12. What is the voucher?—The voucher (Form No. 5) is the record of the transaction on which payment is made by the temporary special disbursing agent detailed to Memphis, Tenn., for the purpose. This should be filled in down to the space provided for the applicant's signature and should be signed by him.

13. When and how will the money be advanced?—On receipt of the completed documents and approval of the application by the designated representative of the Secretary of Agriculture at the Farmers' Seed Loan Office initial payment on the loan will be made. The right is reserved to make payment of the loan in installments. The amount of each installment to be determined by the Secretary of Agriculture through a designated representative. Initial payment will be made at the time the loan is approved and subsequent installments will follow at stated intervals only if the expenditure of the initial payment is shown to be properly made through the submission of a report on a card furnished by the Department of Agriculture. Interest on the several installments from the date of payment to the maturity date of the notes will be deducted from the last installment.

14. Why has the installment plan been adopted?—The installment plan has been adopted for the protection of both the Government and the borrower. Expenditures for feed and fertilizer are made over a considerable period, so that the full amount of the loan is not needed at the beginning of the planting season. Previously, when the entire amount of the loan was paid in a lump sum, in many cases part of it not needed for immediate use for feed and fertilizer was diverted to other uses, often being applied to the payment of old debts.

15. Will the installments be paid automatically?—Before the second installment is paid, the borrower will be expected to report to the Farmers' Seed

Loan Office, Memphis, Tenn., how the first installment has been expended. A form will be furnished for such a report at the time the first check is sent. In the case of loans paid in three installments the right is reserved to ask an accounting for the second installment before the third is paid.

16. What rate of interest is charged on the loans?—Interest at the rate of 5 per cent will be charged on all loans. As all notes are due October 31, 1931, interest from the date of approval of the loan to October 31 will be deducted from the principal of the loan when the advance is made. In the case of advances made in installments, interest on the entire loan will be deducted from the final installment, the interest on each installment being figured from the date the advance is made to October 31. Loans or balances not paid on October 31 will bear interest at 5 per cent from that date until paid. This plan has been adopted to relieve buyers of crops mortgaged to the Government from the work of figuring interest on installments.

17. What will be the action taken if an application is received in incomplete or incorrect form?—If an application is received which is not complete either as to the application form itself or as to the note, mortgage or voucher, any of these documents which require correction or completion will be returned promptly with a statement of the action necessary. When again received in proper form the application will be handled promptly, but final action can not be taken until all the necessary papers are complete and correct. Delays will, therefore, be avoided if the applicant and the local committee will go over all the forms carefully before sending them in. As all papers in connection with a single application will be stamped with a serial number on receipt, the same form which is sent back for correction or completion should be returned.

18. If my application is granted for a less amount than that for which I apply, how will that fact be indicated?—On approval of your application you will be notified of the amount for which your loan is approved. If this is less than the amount for which you applied, proper credit for the reduction will be shown on your note, mortgage, and voucher.

19. If an application is finally disallowed, what will be done with the papers?—If an application is finally disallowed for any reason, the note, mortgage, and voucher will be returned to the applicant. The application itself will be retained as a part of the department's records in the case.

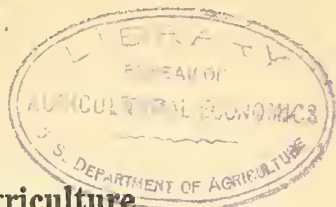
20. When and how is the loan to be repaid?—The notes are due and payable October 31, 1931, or sooner if the crops covered by the mortgage are sold prior to that date, and will bear interest at the rate of 5 per cent per annum after that date. As noted in the reply of questions 13 and 16, interest to October 31, 1931, is deducted at the time the last advance is made on the loan. Full instructions as to the methods of payment will be sent to each borrower before October 31, 1931.

J. H. LYNCH,
Administrative Officer in Charge.

DECEMBER 30, 1930.

APR 15 1933

United States Department of Agriculture



WASHINGTON, D. C., March 4, 1929.

**REGULATIONS RELATIVE TO SEED, FEED, AND FERTILIZER LOANS
IN 1929 IN STORM AND FLOOD STRICKEN AREAS OF VIRGINIA,
NORTH CAROLINA, SOUTH CAROLINA, GEORGIA, FLORIDA, AND
ALABAMA**

This circular defines the procedure relative to granting loans for the purchase of seed for spring planting in 1929, feed for livestock necessary in farming operations, and fertilizer, to farmers in storm and flood stricken areas of Virginia, North Carolina, South Carolina, Georgia, Florida, and Alabama, out of the appropriation for the purchase of seed, feed, and fertilizer authorized under the act of Congress approved February 25, 1929, entitled, "An act to authorize an appropriation of \$6,000,000 for the purchase of seed of cotton, tobacco, corn, legumes, nursery stock and vegetable crops, feed for work stock and fertilizer to be supplied to farmers in the storm and flood stricken areas of Virginia, North Carolina, South Carolina, Georgia, Florida, and Alabama, said amount to be expended under rules and regulations prescribed by the Secretary of Agriculture." The text of this act is as follows:

"Resolved by the Senate and House of Representatives of the United States of America in Congress assembled, That the Secretary of Agriculture is hereby authorized, for the crop of 1929, to make advances or loans to farmers and fruit growers in the storm and flood stricken areas of Virginia, North Carolina, South Carolina, Georgia, Florida, and Alabama, where he shall find that an emergency for such assistance exists for the purchase of seed of cotton, tobacco, corn, legumes, nursery stock, and vegetable crops, feed for work stock, and fertilizer, and, when necessary, to procure such seed, feed, and fertilizers and sell the same to such farmers. Such advances, loans, or sales shall be made upon such terms and conditions and subject to such regulations as the Secretary of Agriculture shall prescribe, including an agreement by each farmer to use the seed and fertilizer thus obtained by him for crop production. A first lien on the crop to be produced from seed and fertilizer obtained through a loan, advance, or sale made under this section shall, in the discretion of the Secretary of Agriculture, be deemed sufficient security therefor. In the case of land planted or to be planted in cotton or tobacco, no loan or advance for or sale of seed and fertilizer shall exceed \$8 per acre, and in the case of land planted or to be planted in other crops, no loan or advance for or sale of seed and fertilizer shall exceed \$3 per acre. No loan, advance, or sale under this resolution shall, in any event, exceed \$2,000 to any one person. All such advances, loans, and sales shall be made through such agencies as the Secretary of Agriculture may designate. For carrying out the purposes of this resolution, including all expenses and charges incurred in so doing, there is hereby authorized to be appropriated, out of any money in the Treasury not otherwise appropriated, the sum of \$6,000,000, to be immediately available.

"Sec. 2. That any person who shall knowingly make any material false representation for the purpose of obtaining an advance, loan, or sale under this resolution shall, upon conviction thereof, be punished by a fine of not exceeding \$1,000, or by imprisonment not exceeding six months, or both."

Loans for the purchase of seed for spring planting in 1929, feed for livestock necessary for actual farming operations, and for fertilizer may be made to farmers in areas in Virginia, North Carolina, South Carolina, Georgia, Florida, and Alabama, determined by the Department of Agriculture to have suffered crop failures, or severe crop losses from storm or flood in 1928, and may be made to such individuals within such areas as are found by the Department of Agriculture to have acreage fit for seeding, who by reason of such crop failure or crop losses do not have seed, feed, and/or fertilizer, and who are without money or commercial basis of credit for its purchase.

No loan for seed, feed, and fertilizer in 1929 will be made to any applicant in excess of \$2,000, nor to a minor. In the case of land planted or to be planted in cotton or tobacco, no loan shall exceed \$8 per acre, and in the case of land planted or to be planted in other crops no loan or advance for or sale of seed and fertilizer shall exceed \$3 per acre. Applicants must agree to use seed and methods approved by the Department of Agriculture, through its local representatives. No loan will be made to any applicant who has substantial means of livelihood other than farming.

Application for seed, feed, and fertilizer loans for 1929 shall be made on the official form of application prescribed and furnished by the Secretary of Agriculture, and shall describe the particular acreage to be sown, or on which the fertilizer is to be applied. Such application shall be investigated by the Department of Agriculture through such agencies as it may determine, and the approval or disapproval of the application certified by its authorized representative. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant, or on his written order, upon receipt and approval by the designated representative of the United States Department of Agriculture of the following documents:

(a) Application on the form previously specified in this circular, signed by the applicant and verified by the designated representative of the department in the county in which the applicant is located.

(b) Promissory note, fully executed by the applicant, for the amount of the loan, payable to the United States of America, on or before December 1, 1929, with interest at the rate of 5 per cent per annum in the form prescribed and furnished by the Secretary of Agriculture.

(c) Chattel mortgages in Florida, Georgia, South Carolina, and Alabama, and crop liens in North Carolina and Virginia, upon the crop growing or to be grown on the land described in the application in 1929, in favor of the United States of America, duly executed by the applicant in such manner as to entitle it to filing and securing payment of the above-mentioned note, and in the case of chattel mortgages containing a provision authorizing the United States Department of Agriculture, through a representative designated by the Secretary of Agriculture, in the event the applicant fails to protect and at the proper time to harvest the crop mortgaged, to enter upon the premises and harvest the same, and to sell the crop to satisfy the lien of said mortgage and expenses incurred thereunder from the proceeds of the crop. Chattel mortgages and/or crop liens shall be executed on forms supplied by the Department of Agriculture, and shall be filed in the proper office under the State laws applicable. If the applicant for a loan is a tenant, or is farming land under so-called crop contract, or has given a prior mortgage or crop lien on his 1929 crop, he must have the waivers signed by all prior claimants on the space provided on the mortgage or crop lien forms for the purpose. One of the three copies of chattel mortgage and/or crop liens required should be retained by the applicant.

(d) By a voucher form supplied by the Department of Agriculture and signed by the applicant.

Applications for loans under these regulations must be mailed in time to be received by the designated representatives of the Department of Agriculture at its branch office in the field not later than April 20, 1929.

The right is reserved to make further supplemental or amendatory regulations relative to loans for the purchase of fertilizers, seed, and feed in the South Atlantic States in 1929 from time to time, or to withdraw these regulations at any time.

W. M. JARDINE,
Secretary of Agriculture.

United States Department of Agriculture

WASHINGTON, D. C. February 25, 1931.

Regulations Relative to Loans for Seed, Fertilizer, Feed, and/or Fuel and Oil for Tractors in 1931 in Storm or Drought Stricken Areas of North Carolina, South Carolina, Georgia, and Florida

This circular defines the procedure relative to granting loans for the purchase of seed for spring planting in 1931, fertilizer, feed for work stock, and/or fuel and oil for tractors to farmers in the storm and/or drought stricken areas of North Carolina, South Carolina, Georgia, and Florida out of the appropriation for the purchase of seed, fertilizer, feed, and/or fuel and oil for tractors authorized in the agricultural appropriation act for the fiscal year 1932, approved February 23, 1931. The text of this authorization is as follows:

To enable the Secretary of Agriculture, for the crop of 1931, to make advances for loans to farmers in the States of Alabama, North Carolina, South Carolina, Georgia, and Florida who suffered storm and/or drought losses to crops in 1929 and 1930, where he shall find that an emergency need for such assistance exists, for the purchase of seed of suitable crops, fertilizer, feed for work stock and/or fuel and oil for tractors used for crop production, upon such terms and conditions and subject to such regulations as he shall prescribe: Provided that a first lien on all crops growing, or to be planted and grown during the year 1931 shall in the discretion of the Secretary of Agriculture be deemed sufficient security for such advance or loan, to be immediately available, \$2,000,000.

Loans for the purchase of seed for spring planting in 1931, fertilizer, feed for work stock, and/or fuel and oil for tractors may be made to farmers in North Carolina, South Carolina, Georgia, and Florida determined by the Department of Agriculture to have suffered crop failures or severe losses from storms and/or drought in 1929 and/or 1930, and may be made to such individuals within such areas as are found by the Department of Agriculture to have acreage fit for seeding, who by reason of such crop failures or losses do not have seed, fertilizer, feed for work stock, and/or fuel and oil for tractors, and who are without money or commercial basis of credit for its purchase.

No loan for seed, fertilizer, feed, and/or fuel and oil in 1931 will be made to any applicant in excess of \$600. Loans for seed will be made at rates per acre based on the approximate cost of the seed required, but in no case in excess of \$2 per acre for corn, cotton, oats, and tobacco, and \$5 on other crops, except truck crops (including

potatoes and sweet potatoes), on which the maximum rate will be \$25. Loans for fertilizer will be made only in these counties where the use of fertilizer is considered necessary and desirable by the representatives of the Department of Agriculture, and at rates not exceeding \$5 per acre, except for tobacco and truck crops, on which the maximum rate will be \$10. The right is reserved to make loans at rates lower than the foregoing maximum allowances. Loans for feed will be based on the number of animals required to cultivate the acreage shown by the borrower and the period for which feed is required. Applicants must agree to use seed and methods approved by the Department of Agriculture, through its local representatives. No loan will be made to any applicant who has a means of livelihood other than farming, nor to a minor. The total of the loans to the tenants of any one landlord in any one county shall not exceed the aggregate sum of \$2,000. Applicants must agree to plant a garden for home use and a sufficient acreage of feed crops to supply feed for their livestock.

Applications for loans for seed, feed, fertilizer, and/or fuel and oil for tractors for 1931 shall be made on the official form of application prescribed and furnished by the Secretary of Agriculture, and shall describe the particular acreage to be sown or on which the fertilizer is to be applied. Such application shall be investigated by the Department of Agriculture through such agencies as it may determine and the approval or disapproval of the application certified by its authorized representative. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a disbursing agent to the applicant, or on his written order, upon receipt and approval by the designated representative of the United States Department of Agriculture of the following documents:

(a) Application on the form previously specified in this circular, signed by the applicant and verified by the designated representatives of the department in the county in which the applicant is located.

(b) Promissory note, fully executed by the applicant, for the amount of the loan, payable to the United States of America, on or before November 30, 1931, with interest at the rate of 5 per cent per annum, in the form prescribed and furnished by the Secretary of Agriculture. Interest to November 30, 1931, will be deducted in advance from the amount loaned.

(c) Mortgage or lien on the crop growing or to be grown on the land described in the application in 1931, in favor of the United States of America, duly executed by the applicant in such manner

as to entitle it to filing and securing payment of the above-mentioned note, and containing a provision authorizing the United States Department of Agriculture, through a representative designated by the Secretary of Agriculture, in the event the applicant fails to protect and at the proper time to harvest the crop mortgaged, to enter upon the premises and harvest same, and to sell the crop to satisfy the lien of said mortgage and expenses incurred thereunder from the proceeds of the crop. Crop mortgages shall be executed on forms supplied by the Department of Agriculture, and shall be filed in the proper office under the State laws applicable.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given prior mortgage on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form. In all cases where waivers are required, except where tenants or share croppers sign the waivers, the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any contract for deed, rent, note, mortgage, land-sales contract, or other paper and must enter into an agreement on the special form provided for the purpose that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States. (Form No. 7.)

(d) By a voucher form supplied by the Department of Agriculture and signed by the applicant.

The right is reserved to make payment of the loan in installments, the amount of each installment to be determined by the Secretary of Agriculture. Initial payment will be made at the time the loan is approved and subsequent installments will follow at stated intervals only after expenditure of the initial payment is shown to have been properly made by a report on a card furnished by the Secretary of Agriculture. Interest on the entire loan from the dates of the several installments to the maturity date of the note will be deducted from the final installment.

Applications for loans under these regulations must be mailed in time to be received by the designated representatives of the Depart-

ment of Agriculture at the Farmers' Seed Loan Office, Washington, D. C., not later than April 30, 1931.

The right is reserved to make further supplemental or amendatory regulations relative to loans for the purchase of seed, feed, and/or fuel and oil for tractors, and fertilizer in North Carolina, South Carolina, Georgia, and Florida, in 1931 from time to time, or to withdraw these regulations at any time.

ARTHUR M. HYDE,
Secretary of Agriculture.

LIBRARY
RECEIVED

★ MAR 21 1931 ★

United States Department of Agriculture

WASHINGTON, D. C., *March 2, 1931.*

Regulations Relative to Loans for Agricultural Rehabilitation in 1931 in the Drought and/or Storm Stricken Areas of Delaware, Maryland, Michigan, North Carolina, Ohio, Virginia, and West Virginia

This circular defines the procedure relative to granting loans for agricultural rehabilitation in 1931 to farmers in drought and/or storm and hail stricken areas of Delaware, Maryland, Michigan, North Carolina, Ohio, Virginia, and West Virginia out of the appropriation of \$20,000,000 for aid to agricultural credit corporations and for agricultural rehabilitation and other purposes contained in the Interior Department Appropriation Act (Public, No. 666, 71st Cong.), approved February 14, 1931. The text of this appropriation item is as follows:

In addition to the sums herein authorized, and appropriations made thereunder, there is hereby appropriated to be immediately available, out of any money in the Treasury not otherwise appropriated, the sum of \$20,000,000 to be used by the Secretary of Agriculture for the following purposes: (1) to make advances or loans to individuals in the drought and/or storm or hail stricken areas of the United States for the purpose of assisting in forming local agricultural-credit corporations, livestock loan companies, or like organizations, or of increasing the capital stock of such corporations, companies, or organizations qualified to do business with Federal intermediate credit banks, or to which such privileges may be extended, and/or of making loans to individuals upon the security of the capital stock of such corporations, companies, or organizations, and (2) to make advances or loans to farmers for crop production for the crop of 1931 and for further agricultural rehabilitation in the drought and/or storm stricken or hail stricken areas of the United States. The advances and loans made pursuant to this Act and amendment thereto shall be secured by liens on crops or by other security, under such rules and regulations as the Secretary of Agriculture may prescribe.

Loans for agricultural rehabilitation in 1931 will be made in Maryland, Virginia, and West Virginia, and in those counties of Delaware, Michigan, North Carolina, and Ohio in which loans for seed, fertilizer, and feed have been authorized under Public Resolution 112, Seventy-first Congress, approved December 20, 1930 (the \$45,000,000 appropriation). Loans will be made to individual farmers who suffered crop failure or severe crop losses from drought and/or storm and hail in 1930. The term "agricultural rehabilitation" will be

construed to mean any agricultural purposes or use necessary to the production of the 1931 crop, except the purchase of livestock, tools, equipment, or machinery, or the erection or repair of buildings and improvements. Loans will not be made for the payment of existing debts, interest, or taxes. The law requires that security must be given. Applications for loans for agricultural rehabilitation will be considered on the basis of the necessity of the applicant and the security offered in each individual case. Loans for agricultural rehabilitation may be in addition to and in excess of loans authorized under the regulations governing crop-production loans issued under date of December 30, 1930, as amended, where the security offered is adequate. The maximum loan for agricultural rehabilitation to any individual or to the tenants of any one landlord in any one county will not be in excess of \$1,000. Loans for the purchase of seed, fertilizer, feed for livestock, and/or fuel and oil for tractors used in crop production will continue to be charged to the \$45,000,000 appropriation, but loans for agricultural rehabilitation will be charged to the \$20,000,000 appropriation previously cited in these regulations. The total amount available for such loans in all States is not in excess of \$10,000,000 at this time, \$10,000,000 of the \$20,000,000 having been set aside for loans to individuals for the purchase of capital stock of agricultural credit corporations and livestock loan companies.

Applications for loans for agricultural rehabilitation in 1931 in all States will be made on the official form of application (Form No. 2) prescribed and furnished by the Secretary of Agriculture, the amount being entered under the heading "for other purposes incident to crop production" and being included in the note (Form No. 3) and mortgage (Form No. 4) in Michigan and West Virginia. In North Carolina and Virginia a separate mortgage (W. Form No. 4 ARc) must be submitted in the amount applied for agricultural rehabilitation purposes and in addition a seed lien (W. Form 4-A) in Virginia and crop lien (W. Form No. 4-B) in North Carolina for the amount applied for seed, feed, and fertilizer. In all States a separate voucher (Form No. AR 5), properly signed, must be submitted for the amount of the loan for agricultural rehabilitation, as this item is chargeable to a different appropriation than the loans for seed, fertilizer, and feed. Where the applicant for a loan for agricultural rehabilitation has previously made application for a loan for seed, feed, and fertilizer, he may use the short form of application (Form No. AR 2), in which reference is made to the previous application for a loan for other purposes. In such cases, the loan being only for agricultural rehabilitation, the special note, mortgage, and voucher forms provided for the purpose (Form AR 3, 4, and 5) must be used. Applications for loans for agricultural rehabilitation will be investigated by the Department of Agricul-

ture through such agencies as it may determine and the approval or disapproval of applications certified by its authorized representatives. Approval may be for less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant, or on his written order, upon receipt and approval by the designated representative of the United States Department of Agriculture of the following documents:

(a) Application on the form (Form No. 2 or Form No. AR-2) previously specified in this circular signed by the applicant and verified by the designated representatives of the department in the county in which the applicant is located.

(b) Promissory note (Forms No. 3, 3-A, or AR 3, AR 3-A) fully executed by the applicant for the amount of the loan, payable to the United States of America on or before November 30, 1931, with interest at the rate of 5 per cent per annum, in the form prescribed and furnished by the Secretary of Agriculture. Interest to November 30 will be deducted in advance from the amount loaned.

(c) Crop mortgage Form No. 4 or AR-4 in Michigan and West Virginia. Form No. 4-B or AR 4-C in North Carolina and Virginia, upon all of the crops growing or to be grown by the applicant in 1931, in favor of the United States of America, duly executed by the applicant in such manner as to entitle it to filing and securing payment of the above-mentioned note, and containing a provision authorizing the United States Department of Agriculture, through a representative designated by the Secretary of Agriculture, in the event the applicant fails to protect and at the proper time to harvest the crops mortgaged, to enter upon the premises and harvest the same, and to sell the crop to satisfy the lien of said mortgage and expenses incurred thereunder from the proceeds of the crop. In Delaware, Maryland, and Ohio the applicant will be required to sign an agreement (Form 9) to deliver a chattel mortgage on growing crops after the crops are planted and growing to cover all advances made. The chattel mortgage, therefore, is not required from applicants for loans in these States at the time the application is filed. Crop mortgages shall be executed on form supplied by the Department of Agriculture, and shall be filed in the proper office under the State laws applicable. Mortgages shall be prepared in duplicate, the original being fully executed and both copies being transmitted with the application. If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants

or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage or on separate waiver form. In all cases where waivers are required, the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any contract for deed, rent note, mortgage, land sales contract, or other paper, and must enter into an agreement on the special form provided for the purpose (Form No. 7) that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States.

(d) By a voucher form supplied by the Department of Agriculture and signed by the applicant.

The right is reserved to make payments to borrowers in installments and to require borrowers to show how the initial installment has been expended before further payments are made.

Applications for loans under these regulations must be mailed in time to be received by the designated representative of the Department of Agriculture at the Farmers' Seed Loan Office, Washington, D. C., not later than April 30, 1932.

The right is reserved to make further supplemental or amendatory regulations relative to loans for the purchase of seed, fertilizer, feed, and/or fuel and oil for tractors in Delaware, Maryland, Michigan, North Carolina, Ohio, Virginia, and West Virginia, in 1931 from time to time, or to withdraw these regulations at any time.

ARTHUR M. HYDE, *Secretary.*

1
F222
c/p.2



L. S. No. 1-b (revised).

United States Department of Agriculture

WASHINGTON, D. C., *October 10, 1931.*

Regulations relative to loans for feed for livestock in Minnesota, North Dakota, South Dakota, Nebraska, Montana, Wyoming, Idaho, Nevada, Utah, and Washington

Pursuant to the authority contained in the joint resolution of Congress approved December 20, 1930 (Public Res. No. 112, 71st Cong.), as amended, loans to farmers in the drought and/or hail stricken areas of the States of Minnesota, North Dakota, South Dakota, Nebraska, Montana, Wyoming, Idaho, Nevada, Utah, and Washington, for the purchase of feed for livestock (cattle, horses, sheep, and brood sows) are authorized under the following conditions:

Applications for loans for feed for livestock shall be made on the special form prescribed and furnished by the Secretary of Agriculture and shall state the number, kind, and age of such livestock for which the feed is required.

Loans for feed for livestock to any individual family will not be in excess of the amounts necessary for feed for 20 head of cattle, 6 work horses (in Washington, 10 work horses), 100 sheep, and 10 brood sows, at the following rates per month and for a period not to exceed five months:

	Per head
Cattle and work horses-----	\$3. 00
Sheep-----	. 30
Brood sows-----	1. 00

No loans shall be made to feed ewes over 3 years old.

The total amount of the loan to any individual family shall not be in excess of \$500. Where the applicant or borrower is now indebted to the United States for a feed loan granted under the regulations of July 3, 1931, the amount of such mortgage with accrued interest, if any, shall be included in and made a part of any loan made hereunder, which sum total shall be subject to the \$500 limitation hereinbefore set forth. Further, the borrower will be required to show that he has properly used the money secured on the short time loan.

Such application shall be investigated by the Department of Agriculture through such agencies as it may determine and the approval or disapproval of the application certified by its authorized representative. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant or upon his written order upon receipt and approval by the designated representative of the United States Department of Agriculture of the following documents:

(a) Application on the form required by the department, signed by the applicant and verified by the designated representatives of the department in the county in which the applicant is located.

(b) Promissory note, fully executed by the applicant for the amount of the loan, payable to the United States of America on or before September 30, 1932, with interest at the rate of 5 per cent per annum, in the form prescribed and furnished by the Secretary of Agriculture. Interest to September 30, 1932, will be deducted in advance from the amount loaned.

(c) A chattel mortgage upon all the livestock owned by the applicant, of the class or classes on which loans for feed have been granted, duly and legally executed by the applicant in such manner as to entitle it to filing and securing payment on the above-mentioned note and containing a provision authorizing the United States Department of Agriculture, through a representative designated by the Secretary of Agriculture, in the event the applicant fails to care for and protect said property in a good and proper manner, to take and retain possession thereof and the expenses incurred in so doing, and all the expenses that may become necessary in the keeping, care, and sale of said property, shall be secured by this mortgage and shall be payable out of the money derived from the sale of said property; and further, that the agents of the said Secretary of Agriculture may at any time enter upon the premises upon which said property is kept to inspect and examine and take any measures that may be necessary for the protection of said property. Further, if the applicant shall fail to make payment as in said promissory note provided, or shall break any of the other terms and conditions of this mortgage, the United States, through the agents designated by the Secretary of Agriculture, shall have the right without suit or process to take possession of said property wherever found and may sell the same according to law, and shall apply the proceeds of such sale to the discharge of the said debt, interest, and expenses, or prorate the same with any other claims of equal standing, and shall pay any surplus to the applicant or his assigns.

If the applicant has given a chattel mortgage or mortgages other than a chattel mortgage or mortgages to the United States under the regulations of July 3, 1931, on livestock, for which the applicant is applying for a loan for feed, he shall secure the signed waivers of such mortgage holders in accordance with the form attached to the mortgage for the purpose, waiving all prior rights in favor of the United States, except as to the first mortgagee. If it shall appear that said first mortgage exceeds the sum of \$25 per head on work horses; \$30 per head on milk cows and purebred cows; \$17.50 per head on stock cows; \$20 per head on 2-year old milk heifers and purebred heifers; \$15 per head on 2-year old stock heifers; \$10 per head on yearling stock cattle; \$2.75 per head on sheep; and \$6 per head on brood sows, the holder of said first mortgage in consideration of the Government making a feed loan, shall waive in favor of the United States all that portion of said first mortgage in excess of said amounts.

In consideration of the Government making this feed loan, the holder or holders of existing mortgages shall also agree not to foreclose their mortgages prior to September 30, 1932, without the consent of the Secretary of Agriculture or his duly authorized representative.

The holder of a prior mortgage whose mortgage covers property that is not covered in the lien of the United States, shall agree that he will, in the event of foreclosure or sale, first exhaust such security as he has which is not pledged to the United States before resorting to the property covered by the mortgage to the United States.

The holder or holders of liens senior to the Government lien shall agree that he or they or it will not transfer, hypothecate, pledge, or assign such mortgage, mortgages, or notes, without the written consent of the Secretary of Agriculture or his duly authorized representative. The Secretary will give his consent to such sale, transfer, or hypothecation upon the condition of such new holder or holders consenting to the terms of the agreement or waiver of the senior lien holder to the United States, as hereinabove set forth.

(d) By a voucher form supplied by the Department of Agriculture signed by the applicant.

Where the applicant applies for a loan on dairy or purebred cattle, on which existing loans are in excess of the amounts specified herein, that is, \$30 per head on milk cows and purebred cows and \$20 per head on 2-year-old milk heifers and purebred heifers, the Secretary shall be satisfied in such manner as he may direct, that the livestock upon which the loan is sought comes properly within this classification.

The Secretary may require such security in addition to the livestock for which the feed loan is being made as he may determine the conditions require.

The right is reserved to make payments to borrowers in installments and to require borrowers to show how the initial installment has been expended before further payments are made.

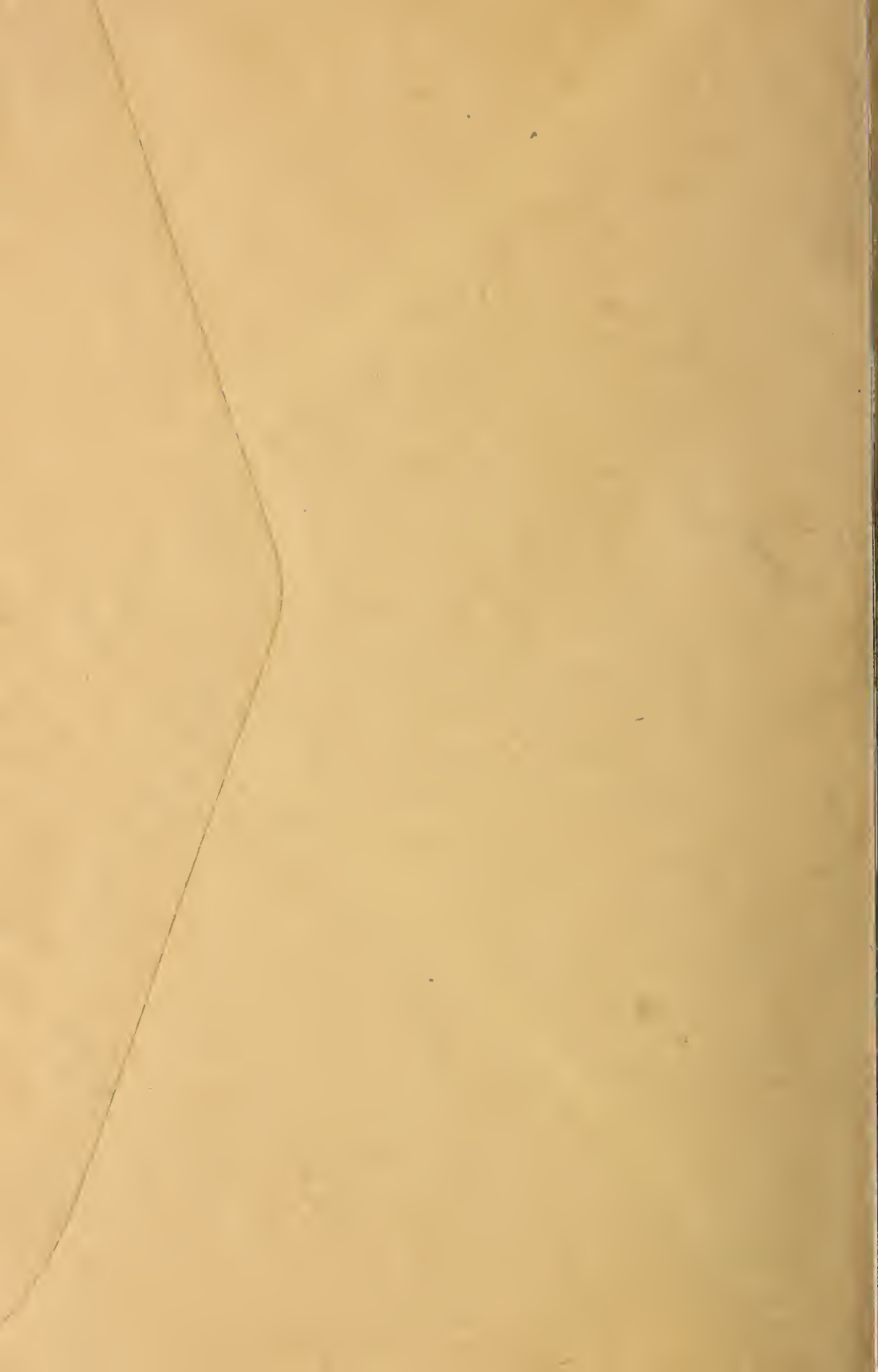
Applications for loans under these regulations must be mailed in time to be received by the designated representative of the Department of Agriculture at the Farmers' Seed Loan Office, Grand Forks, N. Dak., not later than December 1, 1931.

These regulations take the place of and supersede the regulations (L. S. No. 1-b), issued August 29, 1931, and amendments thereto.

The right is reserved to make further supplemental or amendatory regulations relative to loans for the purchase of feed for livestock from time to time or to withdraw these regulations at any time.

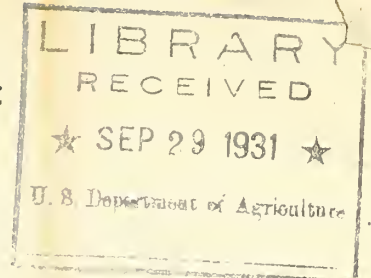
ARTHUR M. HYDE,
Secretary of Agriculture.

1931



F222

UNITED STATES DEPARTMENT OF AGRICULTURE
FARMERS' SEED LOAN OFFICE
WASHINGTON, D. C.



FARMERS' SEED LOANS

P O L I C Y

Dear Sir:

We are enclosing herewith for your convenience and use lists of Federal loans in your territory. These lists should cover the county in which your place of business is located, and all adjoining counties. If we have neglected to send you the list for all counties within your trade area please advise us immediately and we will send you such additional lists as you desire.

Last spring Congress appropriated monies aggregating \$45,000,000 for loans for seed, feed and fertilizer, \$20,000,000 for loans for agricultural rehabilitation purposes, and \$2,000,000 for loans in six southeastern states which suffered from storm and drought in 1929 and 1930, your state benefiting through these loans to a considerable extent.

Our reports indicate that crops in your state are, generally speaking, very good, and the Government must now be fully reimbursed for these loans. As security for the loans the Secretary of Agriculture holds promissory notes and valid first mortgages over the crops to be grown this season. The mortgage guarantees that the loan will be paid from the proceeds of the first crop sold. Since these loans are preferred claims it is essential that the purchasers of such crops remit to this office the proceeds of sales up to the amount due the Government. Remittance should be made by check, draft or money order drawn in favor of the "Disbursing Clerk, Department of Agriculture," and mailed direct to this office or handed to our authorized field agent when he calls on you. Remittance should always be accompanied by a statement showing the file number, name and address of the borrower for whom the remittance is made. On payment of the loan in full satisfaction of mortgage will be executed and mailed to the borrower.

In some instances the buyers of mortgaged crops desire that the check be issued jointly to the mortgagor and the mortgagee. It is rather difficult for this office to handle checks so drawn, and this method of drawing checks should be avoided if possible. Where the drawing of a check to joint payees cannot possibly be avoided the payees should in no instance exceed two in number, they being the seller and the Disbursing Clerk, Department of Agriculture. The seller should immediately endorse the check which should then be forwarded direct to this office.

Checks in payment of mortgaged crops should not exceed the amount due the Government, since refunds may be made only through a series of involved entries and the preparation of special vouchers. In the event that the proceeds of sale are not sufficient to entirely liquidate the claim of the Government remittance should nevertheless be made and due credit will be given to the borrower.

Borrowers who desire to do so may store their crops, and no objection will be interposed, provided they are stored in bonded warehouses and receipts therefor forwarded to this office to be held as collateral. Warehouse receipts should be drawn to the order of the Secretary of Agriculture. If drawn to the order of the borrower he should endorse them before mailing to this office. Warehouse receipts covering crops mortgaged to the Government must not be delivered to third parties before the borrower's account is fully paid. It must be understood that crops so stored will be held subject to the borrower's instructions to sell. It is our desire to permit borrowers to sell their crops in the usual manner, and to do nothing to interfere with orderly marketing. In the case of cotton the policy of this office will be to allow the borrower the use of cotton seed to pay for picking, ginning,

bagging, ties, etc., and in such cases as where this will not be sufficient to cover the cost of gathering their crops we will authorize an advance not to exceed \$5.00 for each bale brought in to help defray picking expenses. Where such advances are made the buyer should indicate this when making settlement with us. Ginners will, of course, keep a careful record of the number of bales of cotton ginned, together with weights and proper markings of these farmers whose crop is covered by our lien, in order that our field agents may be able to trace and identify the cotton.

EXCEPTION: TOBACCO. The policy of this office will be to authorize an advance of 10% of the proceeds of tobacco sales to the borrower to be used for the purpose of defraying the expense of gathering, curing, and marketing, with the understanding that the balance be transmitted to this office for credit to the borrower's account.

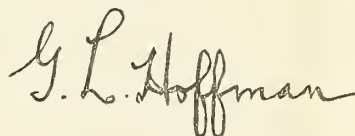
A large number of the loans made by this office were to tenants or share croppers. In such cases we hold the waiver of the landlord or others who may have had a mortgage on the crop. It is possible that in such cases the landlord or other mortgagee may offer for sale crops which are subject to the first lien of the Government. Buyers are, therefore, cautioned to exercise great care in purchasing crops, and we will expect them to fully protect the Government's interest and see that this lien is first satisfied.

It may be that you feel that through this request you are being made a collection agent of the Government. However, such is not the case. The mortgages above referred to have been filed or recorded with the proper official of your county and therefore constitute due legal notice to all and sundry that the crops mentioned therein are mortgaged to the Government. Under the mortgage laws of your state, therefore, you are required to protect the interests of the mortgagee. We are forwarding the enclosed lists to you in order that you may not be faced with the necessity of examining county records for mortgages against any crops that you may purchase. These provide a ready reference to all farmers in your territory whose crops are mortgaged to the United States. Consequently, this request and the accompanying lists are forwarded to you in order that you may properly protect yourself in handling crops over which the Government holds a mortgage.

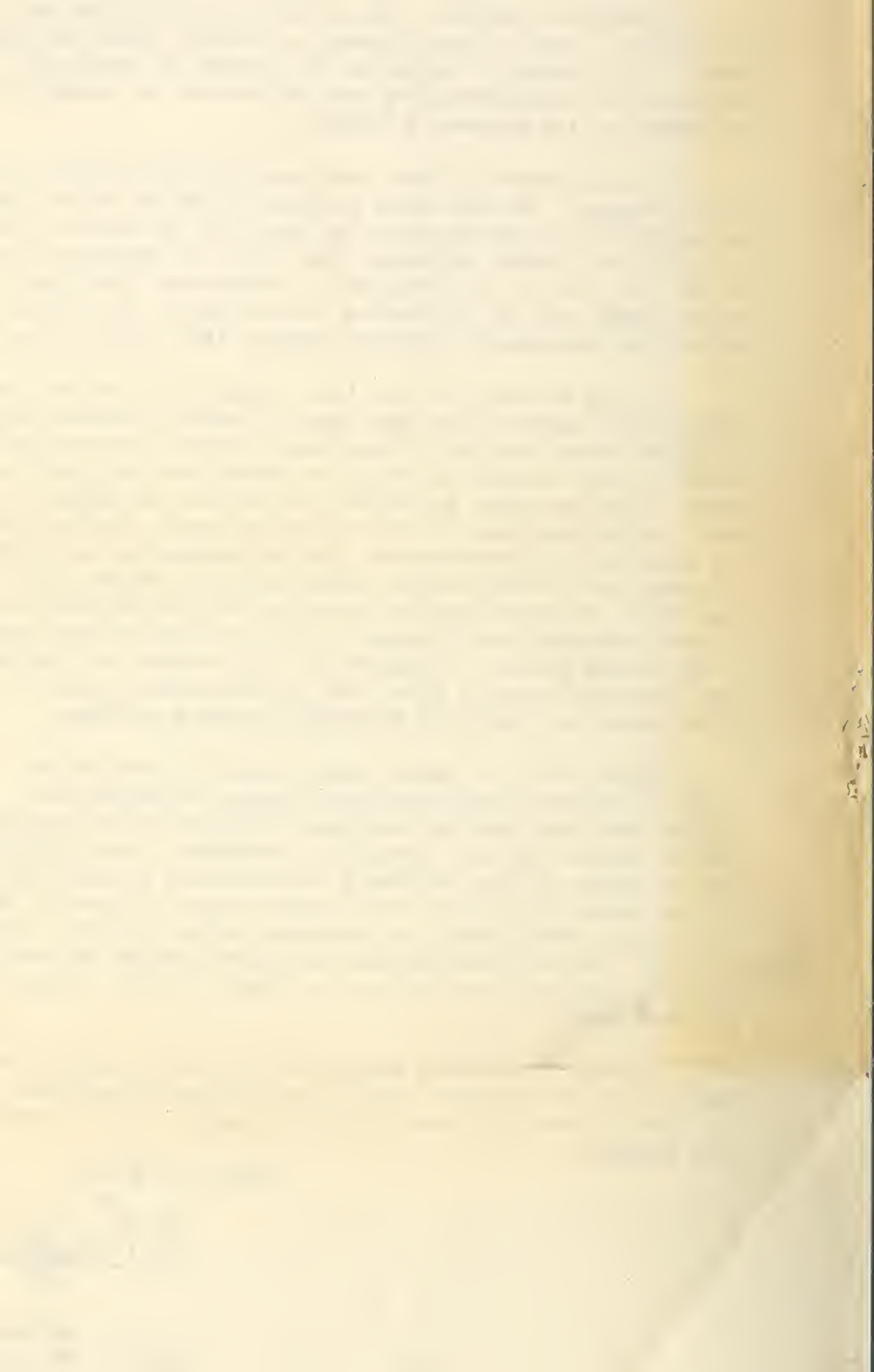
Aside from the purely legal phases of the matter, there is another aspect of Federal loans which merits your consideration. I think you will concede that the farm and business interests in the drought-stricken areas have benefitted equally through the Government loans this year. The production of crops in this territory has been made possible by these loans, and without which there would have been no crops for you to handle or to which other liens could attach, or from which other creditors could secure payment of debts. Since the crops were in effect created by the Government, it is but reasonable and just that the Government's claim should be paid in advance of other debts.

During the harvest season we will have a number of field agents in the territories served by this office, and the one assigned to your territory will get in touch with you at intervals and be glad to render you any assistance possible.

Very truly yours,



G. L. Hoffman
Chief of Administration
Farmers' Seed Loan Offices.



1
F222F
No. 1-8
Reserve

U.S. FARMERS' SEED LOAN OFFICE

Form no. 1 - 8

«1932»

UNITED STATES
DEPARTMENT OF AGRICULTURE
LIBRARY



BOOK NUMBER 1
F222F
no. 1-8
Reserve

The Secretary of Agriculture

Acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation

REGULATIONS RELATIVE TO LOANS FOR CROP PRODUCTION DURING THE YEAR 1932

WASHINGTON, D. C., *February 10, 1932.*

This circular defines the procedure relative to granting loans for crop production during the year 1932 out of the appropriation authorized under the act of Congress approved January 22, 1932, entitled "An act to provide emergency financing facilities for financial institutions, to aid in financing agriculture, commerce, and industry, and for other purposes" (Public, No. 2, 72d Cong.).

Section 2 of this act provides in part as follows:

That \$50,000,000 of the amount so subscribed, and the expansion of same through the notes, debentures, bonds, or other obligations as set out in section 9 shall be allocated and made available to the Secretary of Agriculture, which sum, or so much thereof as may be necessary, shall be expended by the Secretary of Agriculture for the purpose of making loans or advances to farmers in the several States of the United States in cases where he finds that an emergency exists as a result of which farmers are unable to obtain loans for crop production during the year 1932: *Provided further*, That the Secretary of Agriculture shall give preference in making such loans or advances to farmers who suffered from crop failures in 1931. Such advances or loans shall be made upon such terms and conditions and subject to such regulations as the Secretary of Agriculture shall prescribe. A first lien on all crops growing or to be planted and grown, shall, in the discretion of the Secretary of Agriculture, be deemed sufficient security for such loan or advance. All such loans or advances shall be made through such agencies as the Secretary of Agriculture may designate, and in such amounts as such agencies, with the approval of the Secretary of Agriculture, may determine. Any person who shall knowingly make any material false representation for the purpose of obtaining an advance or loan, or in assisting in obtaining such advance or loan under this section shall upon conviction thereof, be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

Loans for crop production will be made in the several States of the United States where the Secretary of Agriculture has determined that an emergency exists as a result of which farmers are unable to obtain loans for crop production during the year 1932 from any other sources. These loans may be made to such individuals in such States as are found by the Secretary of Agriculture to have acreage fit for seeding and who are without means to purchase the supplies necessary for crop production during the year 1932.

No loans for crop production in 1932 will be made to any applicant in excess of \$400. The total amount of loans to the tenants of any one landowner in a single county shall not exceed \$1,600. Loans for crop production in counties where fertilizer is not commonly used will be made at rates per acre based on the approximate cost of the supplies required, but in no case in excess of \$3 per acre, except for truck crops, including potatoes and sweetpotatoes, for which loans will be made in amounts not in excess of \$12 per acre.

Loans for the purchase of fertilizer will be made only in those counties where its use is deemed necessary by the representatives of the Department of Agriculture. Loans in such counties will be based on the approximate cost of all the supplies necessary for crop production, including fertilizer, but in no case in excess of a total amount of \$6 per acre, except for tobacco, on which the maximum rate is \$10 per acre, and truck crops, including potatoes and sweet-potatoes, on which the maximum is \$20 per acre. Not to exceed \$1 per acre of loans for crop production made at any of the foregoing rates on the acreage of crops included in the mortgage or crop lien given to the Secretary of Agriculture, as hereinafter provided, may be used for repairs and miscellaneous expenses of crop production other than seed, fertilizer, feed for work stock, and fuel and oil for tractors used in crop production. In addition to the foregoing, loans will be made in amounts not to exceed \$2 per acre for the purchase of materials for spraying and dusting to protect cotton and tobacco from insects and plant diseases; \$4 per acre for spraying and dusting truck crops; and \$25 per acre for fertilizer and spraying and dusting materials for bearing fruit trees and vineyards. The right is reserved to make loans at rates lower than the foregoing maximum allowances. Applicants must agree to use seed and methods approved by the Department of Agriculture through its local representatives. Applicants must also agree to plant a garden for home use and a sufficient acreage of feed crops to supply feed for their livestock.

No loans will be made to any applicant who has a means of livelihood other than farming, nor to a minor. No loan will be made to any applicant who did not operate a farm in 1931. No loans will be made for summer fallowing. Loans will not be made for a total acreage of crops in excess of the average of the acreage planted by the borrower in 1930 and 1931. Loans will not be made for the purchase of machinery, or livestock, or for the feeding of livestock other than work stock used in crop production, or for the payment of taxes, debts, or interest on debts.

No loan will be made to any individual or to the tenants or share croppers of any landlord to finance or assist in financing the planting of an acreage of cotton or tobacco in excess of 65 per cent of the acreage of such crops planted by such individual or by the tenants or share croppers of such landlord in the spring of 1931, and unless such individual or landlord agrees that he will not have any interest whatsoever in any such crops in excess of 65 per cent of the acreage of such crops to which he had an interest in 1931: *Provided*, That the foregoing shall not apply to the farmer, tenant or share cropper who, in 1931, planted not more than 10 acres of cotton or 3 acres of tobacco.

Application for loans for crop production purposes during the year 1932 shall be made on the official form of application prescribed and furnished by the Secretary of Agriculture and shall describe the particular acreage to be sown or on which the fertilizer is to be applied. Application shall be investigated by the Secretary of Agriculture through such agencies as he may determine, but the approval or disapproval of the application shall be by his authorized representative. Approval may be for a less amount than that applied for.

The amount approved for loan pursuant to these regulations will be paid by a temporary special disbursing agent to the applicant, upon receipt and approval by the designated representative of the Secretary of Agriculture of the following documents:

(a) Application on the form previously specified in this circular signed by the applicant and verified by the designated representatives of the Secretary in the county in which the applicant is located.

(b) Promissory note, fully executed by the applicant, for the amount of the loan, payable to the Secretary of Agriculture, on or before November 30, 1932, with interest at the rate of $5\frac{1}{2}$ per cent per annum, in the form prescribed and furnished by the Secretary of Agriculture. Applicants in North Dakota, Minnesota, and Montana who apply for loans for both seed and feed and/or fuel and oil for tractors will execute two notes, one in the amount requested for seed and one in the amount requested for feed and/or fuel and oil for tractors.

(c) Crop pledge in Louisiana; seed lien in Minnesota, Montana, North Carolina, North Dakota, and Virginia; promise and authority in Colorado, Delaware, Illinois, Kansas, Kentucky, Maryland, Massachusetts, Nebraska, New York, Ohio, Rhode Island, and Wisconsin; and crop mortgage in Alabama, Arizona, Arkansas, California, Florida, Georgia, Idaho, Indiana, Iowa, Maine, Michigan, Mississippi, Missouri, Nevada, New Hampshire, New Jersey, New Mexico, Oklahoma, Oregon, South Carolina, South Dakota, Tennessee, Texas, Vermont, Washington, West Virginia, and Wyoming, upon the crop growing or to be grown on the land described in the application for 1932, in favor of the Secretary of Agriculture, duly executed by the applicant in such manner as to entitle it to filing, and securing payment of the above-mentioned note, and containing a provision authorizing the Secretary of Agriculture, through a representative designated by him, in the event the applicant fails to protect and at the proper time to harvest the crop mortgaged, to enter upon the premises and harvest the same, and to sell the crop to satisfy the lien of said mortgage and expenses incurred thereunder from the proceeds of the crop. Crop mortgages, pledges, or liens shall be executed on forms supplied by the Secretary of Agriculture and shall be filed in the proper office under the State laws applicable. These instruments shall be prepared and signed in duplicate, except in North Dakota, South Dakota, Montana, Minnesota, the original being fully executed and both copies transmitted with the application. In the four States mentioned, the proper document must be prepared in triplicate, one copy to be retained by the applicant. As the laws of Colorado, Delaware, Illinois, Kansas, Kentucky, Maryland, Massachusetts, Nebraska, New York, Ohio, Rhode Island, and Wisconsin require that a crop must be planted and growing before a legal crop mortgage can be given, applicants living in those States must sign an agreement to execute and deliver a crop mortgage on growing crops at the proper time. The crop mortgage, therefore, is not required from applicants for loans in such States at the time the application is filed.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1932 crop, he must secure the waivers of the actual

owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form. In all cases where waivers are required the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any rent note, mortgage, land sales contract, or other paper and must enter into an agreement on this form that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the Secretary of Agriculture; and further, that in the event advances are made in compliance with pertinent regulations of the Secretary of Agriculture, for the purpose of harvesting and marketing the said crops, it is agreed that the money so advanced may be repaid from the proceeds derived from the sale thereof prior to the satisfaction of any lien, claim, or interest of the signor.

(d) By a voucher form supplied by the Secretary of Agriculture and signed by the applicant.

The right is reserved to make payment of the loan in installments, the amount of each installment to be determined by the Secretary of Agriculture. Initial payment will be made at the time the loan is approved and subsequent installments will follow at stated intervals only after expenditure of the initial payment is shown to have been properly made by a report on a card furnished by the Secretary of Agriculture. Interest on the entire loan from the dates of the several installments to the maturity date of the note will be deducted from the final installment.

Applications for loans under these regulations must be mailed in time to be received by the designated representative of the Secretary of Agriculture, at the Farmers' Seed Loan Office, not later than April 30, 1932.

The right is reserved to make further supplemental or amendatory regulations relative to loans for crop production purposes during the year 1932 or to withdraw these regulations at any time.

ARTHUR M. HYDE,
Secretary of Agriculture.

(ALL QUESTIONS ON THIS APPLICATION MUST BE ANSWERED, OMISSIONS WILL CAUSE DELAY)

The Secretary of Agriculture, acting pursuant to the Act of Congress, approved January 22, 1932, creating the Reconstruction Finance Corporation.

FARMERS' SEED LOAN OFFICE.

(Do not write in this space)

No. _____ Date received _____
 Mortgage and note examined by _____
 Application examined by _____
 Approved for \$ _____ Date _____

NOTE.—Section 2 of the Act of Congress approved January 22, 1932, provides as follows: "Any person who shall knowingly make any material false representation for the purpose of obtaining an advance or loan, or in assisting in obtaining such loan or advance, under this section shall upon conviction thereof, be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both."

APPLICATION FOR LOAN FOR CROP PRODUCTION DURING THE YEAR 1932

_____, 1932.
 (Post office address where I receive my mail) (Date)
 I, _____, hereby make application to the Secretary of Agriculture, acting pursuant to the Act of Congress, approved January 22, 1932, creating the Reconstruction Finance Corporation, for a loan of _____ dollars (\$ _____), which will be used for the purchase of supplies necessary for crop production, as follows:

THE TOTAL AMOUNT OF ALL ITEMS LISTED BELOW MUST NOT EXCEED THE LIMITS PER ACRE FIXED IN THE REGULATIONS

\$ _____ for seed and \$ _____ for fertilizer for _____ acres of corn.
 \$ _____ for seed and \$ _____ for fertilizer for _____ acres of oats.
 \$ _____ for seed and \$ _____ for fertilizer for _____ acres of cotton.
 \$ _____ for seed and \$ _____ for fertilizer for _____ acres of wheat.
 \$ _____ for seed and \$ _____ for fertilizer for _____ acres of _____
 \$ _____ for seed and \$ _____ for fertilizer for _____ acres of _____
 \$ _____ for seed and \$ _____ for fertilizer for _____ acres of _____
 \$ _____ for feed for work stock for actual farming operations.
 \$ _____ for repairs and miscellaneous supplies used in crop production (not to exceed \$1 per acreage of crops included in mortgage).
 \$ _____ for fuel and oil for tractors for use in crop production.
 \$ _____ for dusting and spraying materials, and \$ _____ for fertilizer for _____
 acres of _____, _____ acres of _____, _____ acres of _____

Such loan is to be made from the appropriation for the purchase of supplies necessary for crop production in 1932, authorized under the Act of Congress approved January 22, 1932 (Public No. 2, 72d Congress).

This application is accompanied by (a) promissory note in the form prescribed and furnished by the Secretary of Agriculture, acting pursuant to the Act of Congress, approved January 22, 1932, creating the Reconstruction Finance Corporation; by (b) chattel mortgage, crop lien, or pledge, duly executed by the undersigned in such manner as to entitle it to filing, upon the crops to be grown in 1932 on the land described below, to secure the payment of the above-mentioned note, such chattel mortgage, crop lien, or pledge to be on the form supplied by the Secretary of Agriculture, acting pursuant to the Act of Congress, approved January 22, 1932, creating the Reconstruction Finance Corporation (or, in those States in which a legal mortgage can only be given when crops are planted and growing, an agreement to execute and deliver a satisfactory mortgage at the proper time); and by (c) a voucher form supplied by the Secretary of Agriculture, acting pursuant to the Act of Congress, approved January 22, 1932, creating the Reconstruction Finance Corporation, and signed by the applicant.

My age is _____ years; single or married? _____; number of children at home? _____;
 of these _____ are sons 12 years of age or over, and _____ sons and daughters under 12 years of age.

I operate a _____ plow farm, upon which _____ families live.

Did you apply for a Government seed loan in { 1929? _____
 { 1930? _____ If approved, for what amount? { 1929, \$ _____
 { 1931? _____ { 1930, \$ _____
 (Yes or No) { 1931, \$ _____
 (Give amount)

What amount in cash or collateral has been paid on each loan? { 1929, \$ _____
 { 1930, \$ _____
 { 1931, \$ _____
 (Give amount)

DESCRIPTION OF LAND ON WHICH I WILL GIVE A CROP LIEN AS SECURITY FOR THIS LOAN
LAND OWNED BY ME

Upon that certain piece or parcel of land lying in the County of _____, State of _____,
and known as the farm of _____, and more particularly described as follows:

I certify that my 1932 crops on land owned by me are free from encumbrances, except the following mortgages, which I have already given:

Name.....	Address.....	Amount, \$.....
Name.....	Address.....	Amount, \$.....
Name.....	Address.....	Amount, \$.....

I certify that I have _____ tenants or share croppers on the farm above described, whose names and addresses are as follows:

Name.....	Address.....
Name.....	Address.....
Name.....	Address.....

Waivers from the above-named mortgagees, tenants, or share croppers to the extent of the lien of the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, of all right to any growing crops for the year 1932 accompany this application.

LAND RENTED BY ME

Upon that certain piece or parcel of land lying in the County of _____, State of _____,
and known as the farm of _____ and more particularly described as follows:

The land described above is owned by _____ of _____
and is rented by me from _____ of _____
whose waivers to the extent of the lien of the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, of all right to any crops grown on this land for the year 1932 accompany this application. This land is rented for a cash rental of \$_____ per acre (or a share rental of _____ of the crop).

I certify that my 1932 crops on land rented by me are free from encumbrances or liens, except the following mortgages which I have already given:

Name.....	Address.....	Amount, \$.....
Name.....	Address.....	Amount, \$.....
Name.....	Address.....	Amount, \$.....

I certify that I have _____ tenants or share croppers on the farm above described, whose names and addresses are as follows:

Name.....	Address.....
Name.....	Address.....
Name.....	Address.....

Waivers from the above-named mortgagees, tenants, or share croppers to the extent of the lien of the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, of all right to any growing crops for the year 1932 accompany this application.

LAND OCCUPIED UNDER CONTRACT FOR DEED

Upon that certain piece or parcel of land lying in the County of _____, State of _____
and known as the farm of _____ and more particularly described as follows:

The land described above is occupied by me under contract for deed with _____
whose post-office address is _____
whose waiver to the extent of the lien of the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, of all right to any crops grown on this land for the year 1932 accompanies this application. My annual payments are \$_____ per acre in cash (or a share of _____ of the crop).

I certify that my 1932 crops on land occupied by me under contract for deed are free from encumbrances, except the following mortgages which I have already given:

Name.....	Address.....	Amount, \$.....
Name.....	Address.....	Amount, \$.....
Name.....	Address.....	Amount, \$.....

If share cropped, the following landlords receive _____ share of crop:

Name.....	Address.....
Name.....	Address.....
Name.....	Address.....

Waivers from the above-named mortgagees or share croppers to the extent of the lien of the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, of all right to any growing crops for the year 1932 accompany this application.

Is the above all of the land you will have under cultivation during the crop season of 1932? If not,
 (Answer Yes or No)
 furnish description of land not covered in this application.....

Have you any business other than farming? If so, what?

How much income do you derive from such business? If loan is not granted, what farming can
 you do this year? Do you agree that you will not sign any other mortgage on or any waiver of your
 rights in the crops to be grown on the above-described land pending action on this application and in the event of its approval,
 until the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction
 Finance Corporation, has recorded the mortgage accompanying it?
 (Answer Yes or No)

STATEMENT OF MY PRESENT INDEBTEDNESS

(If none so indicate)

	Amount	Interest rate	Name and address of creditors
First mortgage farm loans.....	\$.....		
Second mortgage farm loans.....			
Chattel mortgage loans which do not include crops.....			
Crop mortgage loans.....			
Store accounts.....			
Unpaid interest.....			For how many years?
Unpaid taxes.....			For how many years?
Other debts.....			
Total indebtedness.....	\$.....		

STATEMENT OF LIVESTOCK AND EQUIPMENT OWNED

	Number	Value		Number	Value
Horses and mules.....		\$.....	Plows and drills.....		\$.....
Milk cows.....			Tractor.....		
Other cattle.....			Trucks or wagons.....		
Hogs.....			Binders and headers.....		
Sheep.....			Automobile.....		
Poultry.....			Combines.....		

STATEMENT OF MY CROP ACREAGES AND TOTAL PRODUCTION FOR 1930 AND 1931, INCLUDING BOTH TENANT'S AND LANDLORD'S SHARES

I planted the number of acres and harvested the yields stated below in 1930 and 1931. (State here the total number of
 acres sown and total yield of each crop produced by you in 1930 and 1931, including the landlord's share, if you are a tenant.)

Crop	Acres planted 1930	Crop harvested 1930	Acres planted 1931	Crop harvested 1931	Other crops (Name crops)	Acres planted 1930	Crop harvested 1930	Acres planted 1931	Crops harvested 1931
Corn.....		bu.		bu.					
Wheat.....		bu.		bu.					
Oats.....		bu.		bu.					
Cotton.....		bales		bales					
Tobacco.....		lbs.		lbs.					

STATEMENT OF SEED, GRAIN, AND FEED NOW ON HAND

Seed	Quantity	Feed	Quantity
Cotton.....		Hay.....	
Corn.....		Corn.....	
Wheat.....		Oats.....	
Oats.....			

NOTE.—The following paragraphs must be read by or to the applicant before signing.

If this application is granted, I agree to use such seed, fertilizer, and methods of farming as are approved by the Department of Agriculture, through its local representatives. I further agree to plant a garden for home use and a sufficient acreage of feed to supply feed for my livestock. I also agree to report to the Secretary of Agriculture how I have spent the money loaned to me for crop production, and if requested, will furnish for examination all sales slips, invoices, and receipts, as evidence of my expenditures, and further, will report on blanks furnished for the purpose at or about harvest time, the average yield per acre of each crop covered by mortgage to the Secretary of Agriculture, acting pursuant to the Act of Congress, approved January 22, 1932, creating the Reconstruction Finance Corporation, to secure the payment of this loan.

In the event that I am unable for any reason to plant the full acreage of crops specified in the mortgage executed in connection with this application to the Secretary of Agriculture, acting pursuant to the Act of Congress, approved January 22, 1932, creating the Reconstruction Finance Corporation, I further promise and agree that I will report this fact promptly to the regional seed loan office from which I obtained my loan, with a statement of the circumstances.

In consideration of the Secretary of Agriculture, acting pursuant to the Act of Congress, approved January 22, 1932, creating the Reconstruction Finance Corporation, loaning the aforesaid sum of _____ dollars, I agree to use said loan for purposes of crop production during 1932 as specified in this application.

I hereby certify that I do not have the supplies necessary for crop production during 1932 for the purchase of which this loan is requested as itemized on page 1 hereof; that I am unable to obtain a loan for crop production during the year 1932 from any other source; and that failure to receive this loan will prevent me from farming in 1932. I also certify that I have the necessary power and equipment to prepare the land and sow the crop/crops herein described. I further certify that I am familiar with all of the conditions of this application and that the answers are true to the best of my knowledge and belief.

State of _____ }
County of _____ }

(Signature of applicant)

Date _____

The above-named applicant, being duly sworn, deposes and says that the matters and things set forth in the foregoing application are true and bona fide as therein set forth.

(Signature)

Subscribed and sworn to before me this _____ day of _____, 1932.

[SEAL]

(Official character)

COMMUNITY COMMITTEE CERTIFICATE

The answers to the following questions are true to the best of our knowledge and belief:

Has the applicant the acreage for which he is asking assistance in suitable condition for planting? _____

If not, can and will he put it in condition for planting at the proper time? _____ Has the applicant sufficient manpower, horse or engine power, and the necessary machinery properly to prepare and seed the acreage he is asking aid in seeding? _____

Do you believe the applicant will make every effort to produce a crop and return the money loaned and that the Secretary of Agriculture, acting pursuant to the Act of Congress, approved January 22, 1932, creating the Reconstruction Finance Corporation, is justified in making the loan to him? _____ How long have you known the applicant? _____ Have you any direct interest in the loan to be made to this applicant? _____

If disapproved, state reasons briefly: _____

(Signed) _____

Community Committee.

COUNTY COMMITTEE CERTIFICATE

We hereby certify that we have investigated the foregoing application, and that the answers to the foregoing questions are true to the best of our knowledge and belief.

Has the applicant the stated acreage fit for planting? _____ Has he the necessary equipment? _____

What is his reputation as a farmer? _____ What is his reputation for payment of debts? _____

Has the applicant any basis for commercial credit? _____ Is commercial credit available in the county? _____

Is farming his only source of income? _____ Do you recommend that the application be granted? _____

If so, in what amount? _____

Is the amount recommended necessary to finance the production of a reasonable crop acreage on the applicant's farm? _____

With normal yields, will this acreage enable him to repay his loan and leave a reasonable balance for other necessary expenses? _____

Have you any direct interest in the loan to be made to this applicant? _____

Dated this _____ day of _____, 1932.

If disapproved, state reasons briefly: _____

County Committee.

(DO NOT WRITE BELOW THIS LINE)

This application is hereby approved in the amount of \$_____ this _____ day of _____, 1932.

**THE SECRETARY OF AGRICULTURE ACTING PURSUANT TO THE ACT OF CONGRESS APPROVED
JANUARY 22, 1932, CREATING THE RECONSTRUCTION FINANCE CORPORATION**

\$ _____, 1932
(Place) (Date)

On or before November 30, 1932, for value received, I promise to pay to the order of The Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, the sum of (_____) dollars (\$_____), at Washington, D. C., with interest at the rate of five and one-half (5½%) per centum per annum, payable annually, until paid.

This note is given for a like amount loaned by the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, and which loan is secured by a lien on personal property.

County _____

State _____

_____ [SEAL]

THE SECRETARY OF AGRICULTURE ACTING PURSUANT TO THE ACT OF CONGRESS APPROVED
JANUARY 22, 1932, CREATING THE RECONSTRUCTION FINANCE CORPORATION

CROP MORTGAGE

THIS MORTGAGE, made this _____ day of _____, 1932,
by _____, of _____ County,
State of _____, hereinafter called the mortgagor,

WHEREAS, the said mortgagor is indebted unto the Secretary of Agriculture, Washington, D. C., acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, hereinafter called the mortgagee, in the sum of \$_____, loaned pursuant to Section 2 of said Act, payable on or before November 30, 1932, as is evidenced by a promissory note of even date herewith, bearing interest at the rate of five and one-half (5½) per centum per annum, annually, until paid, the said mortgagor in order to better secure the payment of said sum, with interest thereon, as aforesaid, when and as the same shall become due and payable, does hereby execute these presents:

NOW, THEREFORE, THIS MORTGAGE WITNESSETH, That in consideration of the premises and of the sum of One Dollar (\$1.00), receipt of which is hereby acknowledged, the said mortgagor does hereby bargain, sell, convey, and confirm unto the said mortgagee or assigns, the following described property, to wit:

_____ growing or to be grown and produced during the year 1932, upon that certain piece or parcel of land in the County of _____, State of _____, described as follows:

together with any and all crops growing or to be grown elsewhere in the above-mentioned county and State, during the year 1932, by the mortgagor.

TO HAVE AND TO HOLD the property hereby mortgaged to the proper use and benefit of the said mortgagee or assigns, forever.

PROVIDED, That if the mortgagor shall pay the said promissory note and interest, as aforesaid, on or before maturity, this mortgage shall be void; otherwise to remain in full force and virtue in law.

AND PROVIDED, FURTHER, That the said mortgagor is to retain possession of the property herein mortgaged until default be made in the payment of said note and interest, or in the performance of any of the conditions of this mortgage.

If the mortgagor shall fail to care for and protect said crop in a good and husbandlike manner until fit for harvest, or remove, attempt to dispose of, or use or destroy the crops, the agents of the mortgagee may at any time enter upon said premises and take the necessary measures for the protection of said crop, and may retain possession thereof, and the expenses so incurred and all expenses that may become necessary in the keeping, care, and harvesting of said crop shall be secured by this mortgage and shall be payable out of the money derived from the sale of said crop, and the agents of the said mortgagee may at any time enter upon the premises to view the same or to take any measures that may be necessary for the protection of said crop.

If the mortgagor shall fail to make payment as in said promissory note provided, or shall break any of the terms and conditions of this mortgage, then the whole principal sum unpaid, with interest accrued thereon, shall immediately become due and payable, at the option of the mortgagee; the mortgagee or his agents shall have the right without suit or process to take possession of said crop or crops wherever they may be found, and may sell the same, or so much thereof as may be necessary, at public auction for cash, after giving notice as may be required by law of the time and place of sale, and shall apply the proceeds of such sale to the discharge of said debt, interest, and expenses, and shall pay any surplus to the mortgagor or his assigns.

IN WITNESS WHEREOF, the said mortgagor has hereunto set his hand and seal on the day and year first above written.

WITNESSES: _____ [SEAL]

STATE OF _____ }
COUNTY OF _____ } ss:

On this _____ day of _____, in the year 1932, before me personally appeared _____, known to me to be the identical person who is described in and who executed the within instrument, and acknowledged that he signed, sealed, and delivered the same as his free and voluntary act and deed, for the uses and purposes therein mentioned.

IN WITNESS WHEREOF, I have hereunto set my hand and seal this _____ day of _____, 1932.

Notary Public.

My commission expires _____

TO BE USED IN MARYLAND, OHIO, MONTANA, KANSAS, CALIFORNIA, IDAHO, ARIZONA
VERMONT, NEVADA, NEW HAMPSHIRE, AND UTAH ONLY

AFFIDAVIT OF MORTGAGEE

STATE OF _____ }
COUNTY OF _____ } ss:

The undersigned makes solemn oath and says: That he is the agent of the mortgagee named in the foregoing mortgage, that the said mortgagee has a valid claim against the within-named mortgagor in the amount of _____ dollars, representing the loan secured thereby; that the said claim is just and unpaid; and that the foregoing mortgage is given to secure the same without any design to hinder, delay, or defraud creditors.

*Agent for the Secretary of Agriculture, acting pursuant to
the Act of Congress approved January 22, 1932, creating
the Reconstruction Finance Corporation.*

Subscribed and sworn to before me this the _____ day of _____, 1932.

Notary Public.

My commission expires _____

TO BE USED IN WASHINGTON, MICHIGAN, MINNESOTA, CALIFORNIA, ARIZONA, VERMONT,
NEVADA, NEW HAMPSHIRE, AND UTAH ONLY

AFFIDAVIT OF MORTGAGOR

STATE OF _____ }
COUNTY OF _____ } ss.

The undersigned makes solemn oath and says: That he is the mortgagor named in the foregoing mortgage; that the said mortgagee has an actual and adequate claim against him in the amount of _____ dollars; that the said claim is just and unpaid; and that the foregoing mortgage is given to secure the same without any design to hinder, delay, or defraud creditors.

Mortgagor.

Subscribed and sworn to before me this _____ day of _____, 1932.

Notary Public.

My commission expires _____

TO BE USED IN NORTH DAKOTA, SOUTH DAKOTA, MINNESOTA, AND MONTANA ONLY

RECEIPT FOR COPY

STATE OF _____ }
COUNTY OF _____ } ss:

This is to certify that an exact copy of the foregoing mortgage has been delivered without cost to me, the within-named mortgagor, by the within-named mortgagee.

Mortgagor.

WAIVER AND AGREEMENT

DATE _____

In consideration of a loan to be made by the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, to the mortgagor or licensee named in the foregoing mortgage, which is to be a lien superior to any lien, claim, or interest of the signers hereof upon the crops mentioned therein, the undersigned as owner and/or mortgagee, of the land therein described; and/or prior mortgagee, share cropper, or lienor of the crops so mortgaged or aliened; and/or the present owner and holder of a rent note, mortgage note, agreement or land sales contract entitling the holder to a legal interest in said crops; and/or the present legal or equitable owner of any interest of any kind or character in and to the land described therein or in the said crops; do hereby waive and relinquish to the Secretary of Agriculture, acting as aforesaid, all or any right, lien, claim, or interest which they now or may hereafter have under whatever claim of right, in or to the said crops, or the proceeds from the sale thereof, to the extent of the claim of the Secretary of Agriculture, acting as aforesaid, thereto and do hereby covenant and agree that the enforcement of their said rights, liens, claims, or interests in the said crops shall be deferred until such claim is fully paid, satisfied, and discharged. And for the consideration aforesaid the undersigned do further covenant and agree: (1) Not to transfer, pledge, hypothecate, sell, or assign any rent note, mortgage note, agreement, land sales contract, mortgage, or other lien or claim held by them against the said crops without first obtaining the written consent of the Secretary of Agriculture, acting as aforesaid, or his authorized representative, until the aforesaid mortgage or lien upon the crops aforesaid is fully satisfied and paid; and (2) that in the event advances are made in compliance with pertinent regulations of the Secretary of Agriculture, for the purpose of harvesting and marketing the said crops, it is agreed that the money so advanced may be repaid from the proceeds derived from the sale thereof prior to the satisfaction of any lien, claim, or interest of the undersigned.

CROP PRODUCTION LOAN VOUCHER

THE SECRETARY OF AGRICULTURE, acting pursuant
to the Act of Congress approved January 22, 1932, creating
the Reconstruction Finance Corporation.

(Name of borrower) _____

Address _____
(Post office) (County) (State)

For and as consideration of note delivered and accepted under provisions of regulations of the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, executed by the above-mentioned borrower, payable to the order of the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, with interest at $5\frac{1}{2}$ per centum per annum, and secured by a lien on personal property, covering an advance under the Act of Congress approved January 22, 1932 (Public No. 2, 72d Congress), for the principal sum of _____ \$

I CERTIFY that the above-described note and lien on personal property have been delivered to the agent of the Secretary of Agriculture, and that I will use the funds obtained from this advance made under the Act of Congress, approved January 22, 1932, for crop production purposes only, as prescribed under the above regulations of the Secretary of Agriculture, acting pursuant to the Act of Congress, approved January 22, 1932, creating the Reconstruction Finance Corporation.

(Payee) _____

(Do not write below this line)

Reduction _____ \$ _____
Approved amount of loan _____
Amount withheld for future payment _____
Amount this voucher _____
Examined by _____

I CERTIFY that the foregoing note and security from the above-named borrower have been received by me; that such note and security are deemed sufficient for the advance, and that an emergency exists within the meaning of law and regulations justifying the advance as above set forth.

Date _____, 1932.

Agent of Secretary of Agriculture.

ACCOUNTING RECORD

State _____ County _____

Name _____ Post office _____

Loan number _____ Approved: Amount, \$ _____ Date _____

APPROVED AMOUNT OF LOAN	AMOUNT OF PRINCIPAL WITHHELD		AMOUNT OF INTEREST DEDUCTED	AMOUNT OF CHECK	CHECK NUMBER	DATE OF CHECK
	Originally withheld	Subsequently paid out				

Loan and Voucher No.

CROP PRODUCTION LOAN VOUCHER SUPPLEMENTAL

THE SECRETARY OF AGRICULTURE, acting pursuant
to the Act of Congress approved January 22, 1932, creating
the Reconstruction Finance Corporation.

MEMORANDUM TO THE SPECIAL DISBURSING AGENT

The borrower named below has reported the expenditure of the initial installment of his loan which is
..... considered proper.

You are therefore authorized to pay to him at this time the sum of

REMARKS:

.....
Agent of the Secretary of Agriculture.

Date, 1932.

ACCOUNTING RECORD

State County

Name Post Office

Loan Number Approved: Amount Date

APPROVED AMOUNT OF LOAN	AMOUNT OF PRINCIPAL WITHHELD		AMOUNT OF INTEREST DEDUCTED	AMOUNT OF CHECK	CHECK NUMBER	DATE OF CHECK
	Originally Withheld	Subsequently Paid Out				

THE UNIVERSITY OF CHICAGO

PHYSICS DEPARTMENT
5300 S. DICKINSON AVE.
CHICAGO, ILL. 60637

RECEIVED
JAN 10 1964

PROFESSOR J. J. KATZ

PHYSICS DEPARTMENT, UNIVERSITY OF CHICAGO, 5300 S. DICKINSON AVE., CHICAGO, ILL. 60637

Dear Professor Katz:

[The body of the letter is extremely faint and illegible. It appears to contain several paragraphs of text.]

To be used in the States of Delaware, Maryland, Ohio, Illinois, Kansas, Kentucky, Nebraska, Colorado, Massachusetts, New York, Rhode Island, and Wisconsin in cases where crop production loans are made by the Secretary of Agriculture acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, and the borrower's "promise and authority to execute a crop mortgage" is to be accepted as security, in lieu of a mortgage upon unplanted crops.

WAIVER AND AGREEMENT

This waiver and agreement made this _____ day of _____, 1932.

WHEREAS, the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, is about to make a loan unto _____ of _____, County of _____, and State of _____, for the purpose of producing a crop to be grown on the following-described land:

and

WHEREAS, the said borrower has duly executed an agreement to execute a crop mortgage covering said crop, when the same comes into being, unto the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, as security for said loan, which said mortgage when duly executed and recorded as provided by law is to be a lien superior to any lien, claim, or interest of the signers hereof upon the crops mentioned therein,

In consideration of the loan to be made as aforesaid, the undersigned, as owner and/or mortgagee of the land above described, and/or prior promisee, mortgagee, share cropper, or lienor of the crops to be mortgaged or aliened, and/or the present owner and holder of a rent note, mortgage note, agreement or land sales contract, entitling the holder to a legal interest in said crops, and/or the present legal or equitable owner of any interest of any kind or character in and to the land described therein, and in the said crop to be produced, do hereby waive and relinquish to the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, all or any right, lien, claim, or interest which they now or may hereafter have under whatever claim of right in or to the said crops or the proceeds from the sale thereof to the extent of the claim of the Secretary of Agriculture acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, thereto.

And it is hereby covenanted and agreed that the enforcement of their said rights, liens, claims, or interests in the said crops shall be deferred until such claim of the Secretary of Agriculture acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, is fully paid, satisfied, and discharged.

And for the consideration aforesaid, the undersigned do further covenant and agree: (1) Not to transfer, pledge, hypothecate, sell, or assign any rent note, mortgage note, agreement, land-sales contract, mortgage, or other lien or claim held by them against the said crops without first obtaining the written consent of the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, or his authorized representative until said claim upon the crops aforesaid is fully satisfied and paid; and (2) that in the event advances are made in compliance with pertinent regulations of the Secretary of Agriculture for the purpose of harvesting and marketing the said crops, it is agreed that the money so advanced may be repaid from the proceeds derived from the sale thereof prior to the satisfaction of any lien, claim, or interest of the undersigned.

PROMISE AND AUTHORITY TO EXECUTE A CROP MORTGAGE

I, _____, of _____

in consideration of a loan of \$_____ made to me by the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation,

upon my application therefor, dated _____, promise and agree to use the money so loaned, in trust, for the purposes stated in said application; and I further promise and agree, that when any crop is growing on the land described in said application, then I will execute and deliver to the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, upon demand, in such form as the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, may require, one or more, good and valid first seed loan chattel mortgages on all planted or growing crops thereon to secure the payment to the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, of the note described in said application, and the repayment of said loan and interest as applied for; and I further promise and agree not to execute or deliver any mortgage or agreement or to encumber said crop or do any act which might result in a mortgage, lien, or claim upon or to said crops, prior to the said mortgage or mortgages, so to be executed and delivered to the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, and to the claim and rights of the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation.

I authorize, appoint, and empower _____,

of _____, with full power of substitution or any other person thereunto designated by the Secretary of Agriculture, acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation, irrevocably as my attorney in fact, to execute and/or to acknowledge, deliver and record such mortgage in the event of my failure or refusal promptly so to do.

IN WITNESS WHEREOF, I have set my hand and seal at _____,

on the _____ day of _____, 1932.

[SEAL]
Signed, sealed and delivered in the presence of:

STATE OF _____ }
COUNTY OF _____ } ss:

On this _____ day of _____, in the year 1932, before

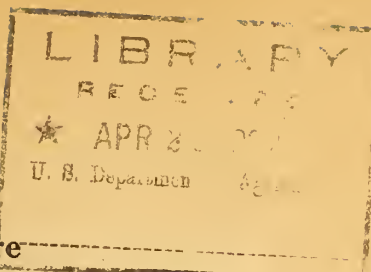
me personally appeared _____, known to me to be the identical person who is described in and who executed the foregoing instrument, and acknowledged that he signed, sealed and delivered the same as his free and voluntary act and deed for the uses and purposes therein mentioned.

IN WITNESS WHEREOF, I have hereunto set my hand and seal, this _____ day of

_____, 1932.

Notary Public.

My commission expires _____



The Secretary of Agriculture

Acting pursuant to the Act of Congress approved January 22, 1932, creating the Reconstruction Finance Corporation

FARMERS' SEED LOAN OFFICE

HOW CAN I GET A CROP-PRODUCTION LOAN?

In the following paragraphs the principal questions which are likely to be asked by farmers who wish to get a loan from the Secretary of Agriculture for the purchase of supplies necessary for crop production in 1932 are answered briefly. No attempt is made to give full details of the general regulations which are contained in a circular (Form No. 1) issued by the Secretary of Agriculture under date of February 10, 1932.

1. **What is the authority for these loans?**—The Secretary of Agriculture is authorized to make loans to farmers in the several States of the United States for crop production in 1932 where he shall find that an emergency exists as a result of which farmers are unable to obtain loans from any other source. Such loans will be made upon such terms and subject to such regulations as he prescribes, including an agreement by each farmer to use the funds thus obtained by him for crop production. This authority is provided in section 2 of the act of Congress approved January 22, 1932. (Public No. 2, 72d Cong.)

2. **Where can I make application for a loan?**—Several offices for the handling of applications for loans have been established. These offices, together with the States which they serve, are as follows:

Washington, D. C., for the States of Maine, New Hampshire, Vermont, Massachusetts, Rhode Island, New York, Michigan (for all counties east of Lake Michigan), Ohio, New Jersey, Delaware, Maryland, Virginia, West Virginia, North Carolina, South Carolina, Georgia, and Florida.

Memphis, Tenn., for the States of Alabama, Arkansas, Louisiana, Mississippi, and Tennessee.

St. Louis, Mo., for the States of Indiana, Illinois, Kentucky, Missouri, Kansas, Oklahoma, and Eastern Colorado to a line running west of Larimer, Grand, Summit, Lake, Chaffee, Fremont, Custer, Huerfano, and Costilla Counties.

Dallas, Tex., for the States of Texas, New Mexico, and Arizona.

Minneapolis, Minn., for the States of Iowa, Minnesota, Nebraska, North Dakota, South Dakota, and Wisconsin, eastern Montana to a line running west of Glacier, Pondera, Teton, Cascade, Meagher, and Broadwater Counties, and Michigan, for those counties included in the Northern Peninsula.

Spokane, Wash., for the States of Washington and Oregon, Idaho north of and including Idaho County, and western Montana to a line running east of Flathead, Lewis and Clark, Jefferson, and Madison Counties.

Salt Lake City, Utah, for the States of California, Nevada, Utah, Wyoming, the State of Idaho south of Idaho County, and western Colorado to a line running east of Jackson, Routt, Eagle, Pitkin, Gunnison, Saguache, Alamosa, and Conejos Counties.

Application blanks and other necessary forms have been sent to county committees or other designated representatives and will be distributed by them for the use of the applicants.

3. **What is the security required?**—Each individual who obtains a loan for crop production in 1932 must give an absolute first lien on all of the crops growing or to be grown by him in 1932 in such form as to entitle it to filing in the county in which he resides.

4. **How large a loan can I obtain?**—The largest amount which can be loaned to an individual is \$400. The amount loaned will be based on the requirements of the applicant for seed, fertilizer, feed for work stock, and fuel and oil for tractors, and other necessary supplies, and the acreage of crops on which he gives a crop lien to secure the payment of the loan made to him. Loans may be approved in less

amount than that for which application is made. Loans for crop production in counties where fertilizer is not commonly used will be made at rates per acre based on the approximate cost of the supplies required, but in no case in excess of \$3 per acre for general field crops and not in excess of \$12 per acre for truck crops, including potatoes and sweetpotatoes. Loans for the purchase of fertilizer will be made only in those counties where its use is deemed necessary by the representatives of the Department of Agriculture. Loans in such counties will be based on the approximate cost of all the supplies necessary for crop production, including fertilizer, but in no case in excess of a total amount of \$6 per acre for general field crops, \$10 per acre for tobacco, and \$20 per acre for truck crops, including potatoes and sweetpotatoes. Not to exceed \$1 per acre of loans for crop production made at any of the foregoing rates on the acreage of crops included in the mortgage or crop lien given to the Secretary of Agriculture as hereinafter provided may be used for repairs and miscellaneous expenses of crop production other than seed, fertilizer, feed for work stock, and fuel and oil for tractors used in crop production. In addition to the foregoing loans will be made in amounts not to exceed \$2 per acre for the purchase of materials for spraying and dusting to protect cotton and tobacco from insects and plant diseases, \$4 per acre for spraying and dusting truck crops, and \$25 per acre for fertilizer and spraying and dusting materials for bearing fruit trees and vineyards. The right is reserved to make loans at rates lower than the foregoing maximum allowances. The application must state specifically the purposes for which the proceeds of the loan are to be used.

5. What must I do in order to obtain a loan?—You must make application on Form No. 2 furnished by the Secretary of Agriculture and accompanied with a note (Form No. 3), crop mortgage or lien, etc., as detailed in answer to question 10 (Form No. 4) and voucher (Form No. 5) on the proper forms, sending all to the regional office for your State as shown in answer to question 2.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1932 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form. In all cases where waivers are required (except from tenants and share croppers) the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any rent note, mortgage, land sales contract, or other paper, and must enter into an agreement on this form that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized agent of the Secretary of Agriculture; and further, that in the event advances are made in compliance with pertinent regulations of the Secretary of Agriculture, for the purpose of harvesting and marketing the said crops, it is agreed that the money so advanced may be repaid from the proceeds derived from the sale thereof prior to the satisfaction of any lien, claim or interest of the signor.

6. What does the application blank require?—The application blank requires a statement of the amount of the loan desired, the number of acres for which seed and fertilizer is to be purchased, the amount desired for feed, and/or the amount desired for fuel and oil for tractor operation. It also requires a statement of the amount of the loan which is to be used for the purpose of making repairs or the purchase of other supplies necessary for crop production in 1932. The sum total of the individual items must not exceed the maximum rates per acre for such crops as set out in the regulations and in paragraph 4 of this circular. It requires a legal description of the land on which these crops are to be planted, together with a statement of the acreage of crops grown by the applicant in 1930 and 1931 and the yields obtained, together with a statement of seed and feed which the applicant has on hand at the time of making application with which to start farming operations for 1932. It also requires an agreement to use the money loaned for the purchase of necessary supplies for crop production in 1932 on the land described and a further statement to the effect that the applicant does not have the means or credit with which to secure the necessary supplies for crop production in 1932 and that if he does not obtain the loan applied for he will be unable to farm in 1932. It also exacts a promise from the applicant that he will notify the regional office in the event he is not able for any reason to plant and cultivate the full acreage of all crops specified.

7. What are the penalties for false representation in obtaining this loan?—The law provides that any person who shall intentionally make any material false representation for the purpose of obtaining an advance, loan, or sale, or of assisting in obtaining such advance, loan, or sale under this resolution shall upon conviction thereof be punished by a fine not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

8. What is required after the application is completed and signed?—After the application is completed it should be signed by the applicant with his usual business signature together with his mail address and should be sworn to before an officer authorized to administer oaths. The community committee certificate should then be filled in and signed by at least two members of the community committee in those counties where such committees are designated. The application and other papers should then be sent to the county committee, which should fill in and sign the county committee certificate and forward the application to the proper regional office as shown in answer to question 2. Full publicity will be given in local newspapers to the names and addresses of all members of the community and county committees.

9. What is the note?—The note is a promissory note (Form No. 3), supplied by the Secretary of Agriculture, executed in the amount of the application (not to exceed \$400), maturing November 30, 1932, and bearing interest at the rate of $5\frac{1}{2}$ per cent per annum.

10. What is the mortgage or lien?—Crop pledge in Louisiana; seed lien in Minnesota, Montana, North Carolina, North Dakota, and Virginia; agreement to execute crop mortgage in Colorado, Delaware, Illinois, Kansas, Kentucky, Maryland, Massachusetts, Nebraska, New York, Ohio, Rhode Island, and Wisconsin; and crop mortgage in Alabama, Arizona, Arkansas, California, Florida, Georgia, Idaho, Indiana, Iowa, Maine, Michigan, Mississippi, Missouri, Nevada, New Hampshire, New Jersey, New Mexico, Oklahoma, Oregon, South Carolina, South Dakota, Tennessee, Texas, Utah, Vermont, Washington, West Virginia, and Wyoming, upon the crop growing or to be grown on the land described in the application for 1932, in favor of the Secretary of Agriculture, duly executed by the applicant in such manner as to entitle it to filing, and securing payment of the above-mentioned note. The mortgage or lien contains a provision authorizing the Secretary of Agriculture, through an agent designated by him, in the event the applicant fails to protect and at the proper time to harvest the crop mortgaged, to enter upon the premises and harvest the same, and to sell the crop to satisfy the lien of said mortgage and expenses incurred thereunder from the proceeds of the crop. Crop mortgages, pledges, or liens shall be executed on forms supplied by the Secretary of Agriculture and shall be filed in the proper office under the State laws applicable. The Secretary of Agriculture files the mortgage or lien and pays the filing fee. These instruments shall be prepared and signed in duplicate (except in North Dakota, South Dakota, Montana, and Minnesota), the original being fully executed and both copies transmitted with the application. In the four States last mentioned the proper document must be prepared in triplicate, one copy to be retained by the applicant. As the laws of Colorado, Delaware, Illinois, Kansas, Kentucky, Maryland, Massachusetts, Nebraska, New York, Ohio, Rhode Island, and Wisconsin require that a crop must be planted and growing before a legal crop mortgage can be given, applicants living in those States must sign an agreement to execute and deliver a crop mortgage on growing crops at the proper time. The crop mortgage, or lien, therefore, is not required from applicants for loans in these States at the time the application is filed.

11. Can a tenant obtain a loan from this fund?—In order for a tenant to obtain a loan from this fund his landlord must sign the waiver, which is a part of the mortgage form, but in no case will a tenant be granted a loan if his landlord has applied for or has been granted a loan. The total of all loans to tenants of any one landlord within a single county shall not exceed \$1,600. In this connection also attention is called to the second paragraph in reply to question 5.

12. What is the voucher?—The voucher (Form No. 5) is the record of the transaction on which payment is made by the special disbursing agent. This should be filled in down to the space provided for the applicant's signature and should be signed by him. The voucher should not be submitted in duplicate.

13. When and how will the money be advanced?—The right is reserved to make payment of the loan in installments. On receipt of the complete documents and approval of the application by the designated agent of the Secretary of Agriculture at the proper regional office, initial payment on the loan will be made. The amount of each installment will be determined by the Secretary of Agriculture through a designated agent. Initial payment will be made at the time the loan is approved, and subsequent installments will follow at stated intervals only.

APR 29 1932

if the expenditure of the initial payment is shown to be properly made through the transmission of a report on a card furnished by the Secretary of Agriculture. The application includes an agreement by the applicant to submit invoices, sales slips, or receipts as evidence of such expenditures, where these papers may be requested. The interest on the several installments from the date of payment to the maturity date of notes will be deducted from the last installment.

14. **Why has the installment plan been adopted?**—The installment plan has been adopted for the protection of both the Secretary of Agriculture and the borrower. Expenditures for crop production are made over a considerable period, so that the full amount of the loan is not needed at the beginning of the planting season. Previously, when the entire amount of the loan was paid in a lump sum, in many cases part of it not needed for immediate use for crop-production purposes was diverted to other uses, often being applied to the payment of old debts.

15. **Will the installments be paid automatically?**—Before the second installment is paid, the borrower is required to report to the regional office how the first installment has been expended. A form will be furnished for such a report at the time the first check is sent. In the case of loans paid in three installments, the right is reserved to ask an accounting for the second installment before the third is paid. In order to secure subsequent installments, the borrower must report expenditure of the initial installment not later than June 1, 1932.

16. **What rate of interest is charged on the loans?**—Interest at the rate of $5\frac{1}{2}$ per cent will be charged on all loans. As all notes are due November 30, 1932, interest from the date of approval of the loan to November 30 will be deducted from the principal of the loan when the advance is made. In the case of advances made in installments, interest on the entire loan will be deducted from the final installment, the interest on each installment being figured from the date the advance is made to November 30. Loans or balances not paid on November 30 will bear interest at $5\frac{1}{2}$ per cent from that date until paid. This plan was adopted to relieve buyers of crops mortgaged to the Government from the work of figuring interest on installments. Where full repayment is made before maturity date, a refund will be made of unearned interest.

17. **What will be the action taken if an application is received in incomplete or incorrect form?**—If an application is received which is not complete either as to the application form itself or as to the note, mortgage or voucher, all documents will be returned promptly with a statement of the action necessary. When again received in proper form the application will be handled promptly, but final action can not be taken until all the necessary papers are complete and correct. Delays will, therefore, be avoided if the applicant and the local committee will go over all the forms carefully before sending them in. As all papers in connection with a single application will be stamped with a serial number on receipt, the same form which is sent back for correction or completion must be returned.

18. **If my application is granted for a less amount than that for which I apply, how will that fact be indicated?**—On approval of your application you will be notified of the amount for which your loan is approved. If this is less than the amount for which you applied, proper credit for the reduction will be shown on your note, mortgage, and voucher.

19. **If an application is finally disallowed, what will be done with the papers?**—If an application is finally disallowed for any reason, the note, mortgage, and voucher will be returned to the applicant. The application itself will be retained as a part of the records in the case.

20. **When and how is the loan to be repaid?**—The notes are due and payable November 30, 1932, or sooner if the crops covered by the mortgage are sold prior to that date, and will bear interest at the rate of $5\frac{1}{2}$ per cent per annum. As noted in the reply of questions 13 and 16, interest to November 30, 1932, is deducted at the time the last advance is made on the loan. Full instructions as to the methods of payment will be sent to each borrower before November 30, 1932.

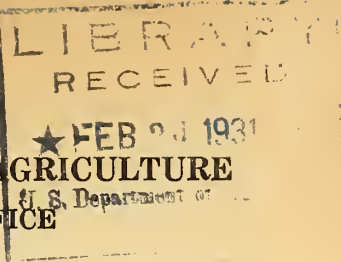
ARTHUR M. HYDE,
*Secretary of Agriculture, acting pursuant to the Act of Congress approved
January 22, 1932, creating the Reconstruction Finance Corporation.*

FEBRUARY 10, 1932.

UNITED STATES DEPARTMENT OF AGRICULTURE

FARMERS' SEED LOAN OFFICE

GRAND FORKS, N. DAK.



HOW CAN I GET A LOAN FOR SEED, FERTILIZER, FEED, AND/OR FUEL AND OIL FOR TRACTORS?

In the following paragraphs the principal questions which are likely to be asked by farmers in the Northwestern States who wish to get a loan from the Department of Agriculture for the purchase of seed, feed and/or fuel and oil for tractors are answered briefly. No attempt is made to give full details of the general regulations which are contained in a circular (G. F. Form No. 1) issued by the Secretary of Agriculture under date of December 30, 1930.

1. What is the authority for these loans?—The Secretary of Agriculture is authorized to make loans to farmers in drought and/or storm stricken or hail stricken areas in Minnesota, North Dakota, South Dakota, Montana, Wyoming, and Washington for the purchase of seed of suitable crops, feed for work stock, fuel and oil for tractors, where he shall find that special need for such assistance exists, and upon such terms and subject to such regulations as he prescribes, including an agreement by each farmer to use the seed and fertilizer thus obtained by him for crop production. Loans are also authorized for summer fallowing where the land is ordinarily prepared in this manner, the number of acres not to exceed that under cultivation in 1931. This authority is provided in a joint resolution of Congress approved December 20, 1930.

2. Where can I get application for a loan?—The field office for the handling of applications for seed, feed and/or fuel and oil for tractor loans for drought and/or storm stricken or hail stricken areas in Minnesota, North Dakota, South Dakota, Montana, Wyoming, and Washington has been established at Grand Forks, N. Dak. Application blanks and other necessary forms have been sent to county agricultural agents, county committees or other designated representatives and will be distributed by them for the use of applicants.

3. What is the security required?—Each individual who obtains a loan for seed, feed and fuel, and oil for tractors in 1931 must give an absolute first lien on all crops growing or to be grown by him in 1931 in such form as to entitle it to filing in the county in which the land to be farmed is located.

4. How large a loan can I obtain?—The largest amount which can be loaned to an individual in the States of Minnesota, North Dakota, South Dakota, Montana, and Wyoming is \$1,000, and to an individual in the State of Washington is \$2,000. The aggregate sum of the loans made to tenants of any one landowner in a single county can not exceed the amounts stated above for the respective States. The amount loaned will be based on the requirements of the applicant for seed, feed for work stock, or fuel and oil for tractors, and the acreage of crops on which he gives a crop lien to secure the payment of the loan made to him. In addition where the land is prepared by summer-fallowing an allowance not to exceed \$2.50 per acre will be granted for this purpose on an acreage not to exceed that summer-fallowed in 1930 and to be planted in 1931. Loans may be approved in less amount than that for which application is made. Loans for seed should be submitted in an amount representing the actual cost of such seed but in no case to exceed the sum of \$2 per acre. Loans may be made at rates less than these maximum figures.

5. What must I do in order to obtain a loan?—You must make application on G. F. Form No. 2 furnished by the Department of Agriculture and accompanied with a note (G. F. Form 3), Crop Mortgage (Form No. 4) or Seed Lien (G. F. Form No. 4-A) and Voucher (Form No. 5). For those applicants living in the States of Minnesota and Montana applying for both seed and feed and/or fuel and oil for tractors, they shall give one note for the amount of the loan for seed and another for the feed and/or fuel and oil for tractors and a Seed Lien (G. F. No. 4-A) for the amount of the loan for seed and a Crop Mortgage

(Form No. 4) for the amount of the loan for feed and/or fuel and oil for tractors. In such cases only one Voucher (Form 5) for the total of both notes shall be given. All these forms should be sent to the Farmers' Seed Loan Office, Grand Forks, N. Dak., for approval by the official of the Department of Agriculture detailed there for the purpose.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. Except in Minnesota and Montana with reference to the Seed Lien only, if the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form or on separate waiver form. In all cases where waivers are required, the person waiving must certify that at the time of signing such a waiver he is in actual possession and owner of any contract for deed, rent note, mortgage, land-sales contract, or other paper and must enter into an agreement on the special form provided for the purpose (Form No. 7) that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States.

6. What does the application blank require?—The application blank requires a statement of the amount of the loan desired, the number of acres for which seed is to be purchased, the amount desired for feed and/or fuel and oil for tractors, the number of animals to be fed, and a legal description of the land on which these crops are to be planted together with a statement of the acreage of these crops grown by the applicant in 1929 and 1930 and the yields obtained. It also requires an agreement to use the money loaned for the purchase of seed, feed and/or fuel and oil for tractors and to use the seed and feed and/or fuel and oil for tractors for crop production on the land described. It requires a further statement to the effect that the applicant does not have seed, feed, and/or fuel and oil and that he does not have and can not get funds from other sources for the purchase of such seed, feed, and/or fuel and oil and that if he does not obtain a Government loan he will be unable to farm in 1931.

7. What are the penalties for false representation in obtaining this loan?—The law provides that any person who shall intentionally make any material false representation for the purpose of obtaining an advance, loan, or sale, or of assisting in obtaining such advance, loan, or sale under this resolution shall upon conviction thereof be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

8. What is required after the application is completed and signed?—After the application is completed it should be signed by the applicant with his usual business signature together with his mail address. The application need not be sworn to. The community committee certificate should then be filled in and signed by at least two members of the community committee. The application and other papers should then be sent to the county committee which should fill in and sign the county committee certificate and forward the application to the Farmers' Seed Loan Office, Grand Forks, N. Dak. Full publicity will be given in local newspapers to the names and addresses of all members of the community and county committees.

9. What is the note?—The note is a promissory note (G. F. Form No. 3 supplied by the Department of Agriculture in the amount of the application not to exceed \$1,000 in Minnesota, North Dakota, South Dakota, Montana, and Wyoming) or \$2,000 in Washington. In Montana and Minnesota where a loan is requested for feed for work stock, and/or fuel and oil for tractors in addition to seed two notes shall be given, one in the amount intended to be used for the purchase of seed and the other in the amount intended to be used for the purchase of feed for work stock and/or fuel and oil for tractors. These notes will mature September 30, 1931, and bear interest at the rate of 5 per cent per annum after that date.

10. What is the mortgage?—The mortgage is a chattel mortgage (seed lien in Montana and Minnesota) on all of the crops to be grown by the applicant which the applicant intends to cultivate in 1931. Three copies of the mortgage,

or seed lien in Minnesota, North Dakota, South Dakota, and Montana should be filled in and signed by the applicant. The original copy only need be sworn to before a notary public who must affix his seal. The original and one copy should be sent with the application, note, and voucher to the Farmers' Seed Loan Office, Grand Forks, N. Dak. The third copy should be delivered to or retained by the applicant as is required by the laws of the above-named States. In the States of Wyoming and Washington only two copies of the mortgage should be filled in, both signed and only the original sworn to, and both copies together with the note and voucher sent the Farmers' Seed Loan Office. Applicants who have previously mortgaged their 1931 crops should accompany the mortgage with waivers on the reverse of the mortgage form or on the separate form (Form No. 6) provided for the purpose, signed by other mortgagees to the extent of the Government loan. Notary fee in connection with the oath on the mortgage must be paid by the borrower but the mortgage will be filed and the filing fee paid by the Department of Agriculture.

11. Can a tenant obtain a loan from this fund?—In order for a tenant to obtain a loan from this fund his landlord must sign the waiver which is a part of the mortgage form. The total of all loans to the tenants of any one landlord within a single county in North Dakota, South Dakota, Minnesota, Montana, and Wyoming shall not exceed \$1,000, and in the State of Washington shall not exceed \$2,000. In this connection also attention is called to the second paragraph in reply to question 5.

12. What is the voucher?—The voucher (Form No. 5) is the record of the transaction on which payment is made by the temporary special disbursing agent detailed to Grand Forks, N. Dak., for the purpose. This should be filled in down to the space provided for the applicant's signature and should be signed by him.

13. When and how will the money be advanced?—On receipt of the completed documents and approval of the application by the designated representative of the Secretary of Agriculture at the Farmers' Seed Loan Office, initial payment of the loan will be made. The right is reserved to make payment of the loan in installments, the amount of each installment to be determined by the Secretary of Agriculture through a designated representative. Initial payment will be made at the time the loan is approved and subsequent installments will follow at stated intervals only if the expenditure of the initial payment is shown to be properly made through the submission of a report on a card furnished by the Department of Agriculture. Interest on the several installments from the date of payment to the maturity date of the notes will be deducted from the last installment.

14. Why has the installment plan been adopted?—The installment plan has been adopted for both the protection of the Government and the borrower. Expenditures for feed and fuel and oil have been made over a considerable period, so that the full amount of the loan is not needed at the beginning of the planting season. Previously when the entire amount of the loan was paid in a lump sum there were many cases where a part of it not needed for immediate use for feed and fuel and oil was diverted to other uses, often being applied to the payment of old debts.

15. Will the installments be paid automatically?—Before the second installment is paid, the borrower will be expected to report to the Farmers' Seed Loan Office, Grand Forks, N. Dak., how the first installment has been expended. A form will be furnished for such a report at the time the first check is sent. In the case of loans paid in three installments the right is reserved to ask an accounting for the second installment before the third is paid.

16. What rate of interest is charged on the loans?—Interest at the rate of 5 per cent will be charged on all loans. As all notes are due September 30, 1931, interest from the date of approval of the loan to September 30, 1931, will be deducted from the principal of the loan when the advance is made. In the case of advances made in installments interest on the entire loan will be deducted from the final installment. Interest on each installment figured from the date the advance is made to September 30, 1931. Loans or balances not paid on September 30, 1931, will bear interest at 5 per cent from that date until paid. This plan has been adopted to relieve buyers of crops mortgaged to the Government from the work of figuring interest on installments.

17. What will be the action taken if an application is received in incomplete or incorrect form?—If an application is received which is not complete either

as to the application form itself or as to the note, mortgage or voucher, any of these documents which require correction or completion will be returned promptly with a statement of the action necessary. When again received in proper form the application will be handled promptly but final action can not be taken until all the necessary papers are complete and correct. Delays will, therefore, be avoided if the applicant and the local committee will go over all the forms carefully before sending them in. As all papers in connection with a single application will be stamped with a serial number on receipt, the same form which is sent back for correction or completion should be returned.

18. If my application is granted for a less amount than that for which I apply, how will that fact be indicated?—On approval of your application you will be notified of the amount for which your loan is approved. If this is less than the amount for which you applied, proper credit for the reduction will be shown on your note, mortgage, and voucher.

19. If an application is finally disallowed, what will be done with the papers?—If an application is finally disallowed for any reason, the note, mortgage, and voucher will be returned to the applicant. The application itself will be retained as a part of the department's records in the case.

20. When and how is the loan to be repaid?—The notes are due and payable September 30, 1931, or sooner if the crops covered by the mortgage are sold prior to that date, and will bear interest at the rate of 5 per cent per annum after that date. As noted in the reply of questions 13 and 16 interest to September 30, 1931, is deducted at the time the last advance is made on the loan. Full instructions as to the methods of payment will be sent to each borrower before September 30, 1931.

WALTER E. ELIFF,
Administrative Officer in Charge.

DECEMBER 30, 1930.



APR 15 1933

CATALOGED

United States Department of Agriculture

FARMERS' SEED LOAN OFFICE

MEMPHIS, TENNESSEE

HOW CAN I GET A LOAN FOR SEED, FEED, AND FERTILIZER?

In the following paragraphs the principal questions which are likely to be asked by farmers in the Southern States who wish to get a loan from the Department of Agriculture for the purchase of seed, fertilizer, feed and/or fuel and oil for tractors, are answered briefly. No attempt is made to give full details of the general regulations which are contained in a circular (M. Form No. 1) issued by the Secretary of Agriculture under date of December 30, 1930.

1. What is the authority for these loans?—The Secretary of Agriculture is authorized to make loans to farmers in drought and/or storm stricken areas in the United States for the purchase of seed of suitable crops, fertilizer, feed for work stock, and/or fuel and oil for tractors used for crop production where he shall find that special need for such assistance exists, and upon such terms and subject to such regulations as he prescribes, including an agreement by each farmer to use the supplies thus obtained by him for crop production. This authority is provided in a joint resolution of Congress approved December 20, 1930.

2. Where can I make application for a loan?—The office for the handling of applications for loans for seed, fertilizer, and feed, and/or fuel and oil for tractors for drought and/or storm stricken areas in Alabama, Arkansas, Louisiana, Mississippi, and Tennessee has been established at Memphis, Tenn. Application blanks and other necessary forms have been sent to county committees, county agricultural agents, or other designated representatives and will be distributed by them for the use of applicants.

3. What is the security required?—Each individual who obtains a loan for seed, fertilizer, feed, and/or fuel and oil in 1931 must give an absolute first lien on all of the crops growing or to be grown by him in 1931 in such form as to entitle it to filing in the county in which he resides.

4. How large a loan can I obtain?—The largest amount which can be loaned to an individual is \$2,000. The amount loaned will be based on the requirements of the applicant for seed, fertilizer, feed for work stock, and/or fuel and oil, and the acreage of crops on which he gives a crop lien to secure the payment of the loan made to him. Loans may be approved in less amount than that for which application is made. Loans for seed will be based on approximate cost of seed per acre, but not in excess of \$2 per acre for corn, cotton, oats, tobacco, \$15 per acre for truck crops (including potatoes and sweetpotatoes), and \$5 for other crops. Loans for fertilizer will be made only in those counties where its use is deemed necessary and at rates not in excess of \$5 per acre except for tobacco and truck crops, for which the maximum rate will be \$10. Loans for feed will be based on the number of animals required to cultivate the acreage shown by the borrower and the period for which feed is

required. Loans for fuel and oil for tractors used for crop production will be at a rate not to exceed \$2.50 per acre for the number of acres to be cultivated in this manner. Loans may be made at rates less than these maximum figures.

5. What must I do in order to obtain a loan?—You must make application on Form No. 2 furnished by the Department of Agriculture and accompanied with a note (M. Form No. 3), crop mortgage (Form No. 4), in Louisiana (M. Form 4A) and Voucher (Form No. 5) on the proper forms, sending all to the Farmers' Seed Loan Office, Memphis, Tenn., for approval by the official of the Department of Agriculture detailed there for the purpose.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form or on separate waiver form. In all cases where waivers are required, the person waiving must certify that at the time of signing such a waiver he is in actual possession and owner of any contract for deed, rent note, mortgage, land sales contract, or other paper and must enter into an agreement on the special form provided for the purpose (Form No. 7) that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States.

6. What does the application blank require?—The application blank requires a statement of the amount of the loan desired, the number of acres for which seed and fertilizer is to be purchased, the amount desired for feed and the number of animals to be fed, and/or the amount desired for fuel and oil for tractor operation. It requires a legal description of the land on which these crops are to be planted, together with a statement of the acreage of crops grown by the applicant in 1929 and 1930 and the yields obtained. It also requires an agreement to use the money loaned for the purchase of seed, fertilizer, feed, and/or fuel and oil and to use these supplies for crop production on the land described. It requires a further statement to the effect that the applicant does not have seed, fertilizer, feed, and/or fuel and oil and that he does not have and can not get funds from other sources for the purchase of such supplies, and that if he does not obtain a Government loan he will not be able to farm in 1931.

7. What are the penalties for false representation in obtaining this loan?—The law provides that any person who shall intentionally make any material false representation for the purpose of obtaining an advance, loan, or sale, or of assisting in obtaining such advance, loan, or sale under this resolution shall upon conviction thereof be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

8. What is required after the application is completed and signed?—After the application is completed it should be signed by the applicant with his usual business signature together with his mail address. The application need not be sworn to. The community committee certificate should then be filled in and signed by at least two members of the community committee. The application and other papers should then be sent to the county committee,

which should fill in and sign the county committee certificate and forward the application to the Farmers' Seed Loan Office, Memphis, Tenn. Full publicity will be given in local newspapers to the names and addresses of all members of the community and county committees.

9. What is the note?—The note is a promissory note (M. Form No. 3) supplied by the Department of Agriculture, in the amount of the application (not to exceed \$2,000) maturing October 31, 1931, and bearing interest at the rate of 5 per cent per annum after that date.

10. What is the mortgage?—The mortgage is a crop mortgage on the crops to be grown by the applicant on the land described therein which the applicant intends to cultivate in 1931. Two copies of the form (Form No. 4) in Louisiana (M. Form 4A) supplied by the Department should be filled in and the original should be signed and sworn to before a notary public, who must affix his seal. Both copies should be sent with the application and the note to the Farmers' Seed Loan Office, Memphis, Tenn. Applicants who have previously mortgaged their 1931 crops should accompany the mortgage with waivers on the reverse of the mortgage form or on the separate form (Form No. 6) provided for the purpose, signed by other mortgagees to the extent of the Government loan. Notary fee in connection with the oath on the mortgage must be paid by the borrower, but the mortgage will be filed and the filing fee paid by the Department of Agriculture.

11. Can a tenant obtain a loan from this fund?—In order for a tenant to obtain a loan from this fund his landlord must sign the waiver which is a part of the mortgage form. The total of all loans to the tenants of any one landlord within a single county shall not exceed \$2,000. In this connection, also, attention is called to the second paragraph in reply to question 5.

12. What is the voucher?—The voucher (Form No. 5) is the record of the transaction on which payment is made by the temporary special disbursing agent detailed to Memphis, Tenn., for the purpose. This should be filled in down to the space provided for the applicant's signature and should be signed by him.

13. When and how will the money be advanced?—On receipt of the completed documents and approval of the application by the designated representative of the Secretary of Agriculture at the Farmers' Seed Loan Office initial payment on the loan will be made. The right is reserved to make payment of the loan in installments. The amount of each installment to be determined by the Secretary of Agriculture through a designated representative. Initial payment will be made at the time the loan is approved and subsequent installments will follow at stated intervals only if the expenditure of the initial payment is shown to be properly made through the submission of a report on a card furnished by the Department of Agriculture. Interest on the several installments from the date of payment to the maturity date of the notes will be deducted from the last installment.

14. Why has the installment plan been adopted?—The installment plan has been adopted for the protection of both the Government and the borrower. Expenditures for feed and fertilizer are made over a considerable period, so that the full amount of the loan is not needed at the beginning of the planting season. Previously, when the entire amount of the loan was paid in a lump sum, in many cases part of it not needed for immediate use for feed and fertilizer was diverted to other uses, often being applied to the payment of old debts.

15. Will the installments be paid automatically?—Before the second installment is paid, the borrower will be expected to report to the Farmers' Seed

Loan Office, Memphis, Tenn., how the first installment has been expended. A form will be furnished for such a report at the time the first check is sent. In the case of loans paid in three installments the right is reserved to ask an accounting for the second installment before the third is paid.

16. **What rate of interest is charged on the loans?**—Interest at the rate of 5 per cent will be charged on all loans. As all notes are due October 31, 1931, interest from the date of approval of the loan to October 31 will be deducted from the principal of the loan when the advance is made. In the case of advances made in installments, interest on the entire loan will be deducted from the final installment, the interest on each installment being figured from the date the advance is made to October 31. Loans or balances not paid on October 31 will bear interest at 5 per cent from that date until paid. This plan has been adopted to relieve buyers of crops mortgaged to the Government from the work of figuring interest on installments.

17. **What will be the action taken if an application is received in incomplete or incorrect form?**—If an application is received which is not complete either as to the application form itself or as to the note, mortgage or voucher, any of these documents which require correction or completion will be returned promptly with a statement of the action necessary. When again received in proper form the application will be handled promptly, but final action can not be taken until all the necessary papers are complete and correct. Delays will, therefore, be avoided if the applicant and the local committee will go over all the forms carefully before sending them in. As all papers in connection with a single application will be stamped with a serial number on receipt, the same form which is sent back for correction or completion should be returned.

18. **If my application is granted for a less amount than that for which I apply, how will that fact be indicated?**—On approval of your application you will be notified of the amount for which your loan is approved. If this is less than the amount for which you applied, proper credit for the reduction will be shown on your note, mortgage, and voucher.

19. **If an application is finally disallowed, what will be done with the papers?**—If an application is finally disallowed for any reason, the note, mortgage, and voucher will be returned to the applicant. The application itself will be retained as a part of the department's records in the case.

20. **When and how is the loan to be repaid?**—The notes are due and payable October 31, 1931, or sooner if the crops covered by the mortgage are sold prior to that date, and will bear interest at the rate of 5 per cent per annum after that date. As noted in the reply of questions 13 and 16, interest to October 31, 1931, is deducted at the time the last advance is made on the loan. Full instructions as to the methods of payment will be sent to each borrower before October 31, 1931.

J. H. LYNCH,

Administrative Officer in Charge.

DECEMBER 30, 1930.

LIBRARY
RECEIVED

★ FEB 20 1931 ★

United States Department of Agriculture
U. S. Department of Agriculture**FARMERS' SEED LOAN OFFICE**

ST. LOUIS, MO.

HOW CAN I GET A LOAN FOR SEED, FERTILIZER, FEED, AND/OR FUEL AND OIL FOR TRACTORS?

In the following paragraphs the principal questions which are likely to be asked by farmers who wish to get a loan from the Department of Agriculture for the purchase of seed, fertilizer, feed, and/or fuel and oil for tractors are answered briefly. No attempt is made to give full details of the general regulations, which are contained in a circular (St. L. Form No. 1) issued by the Secretary of Agriculture under date of December 30, 1930.

1. **What is the authority for these loans?**—The Secretary of Agriculture is authorized to make loans to farmers in drought and/or storm-stricken areas in the United States for the purchase of seed of suitable crops, fertilizer, feed for work stock, and/or fuel and oil for tractors where he shall find that special need for such assistance exists, and upon such terms and subject to such regulations as he prescribes, including an agreement by each farmer to use the supplies thus obtained by him for crop production. This authority is provided in a joint resolution of Congress, approved December 20, 1930.

2. **Where can I make application for a loan?**—The field office for the handling of applications for loan for seed, fertilizer, feed and/or fuel and oil for tractors from farmers in drought and/or storm-stricken areas in Kentucky, Indiana, Illinois, Missouri, Kansas, Oklahoma, and Texas has been established at St. Louis, Mo. Application blanks and other necessary forms have been sent to county agricultural agents, county committees, or other designated representatives and will be distributed by them for the use of applicants.

3. **What is the security required?**—Each individual who obtains a loan for seed, fertilizer, feed and/or fuel and oil for tractors in 1931 must give an absolute first lien on all of the crops growing or to be grown by him in 1931 in such form as to entitle it to filing in the county in which he resides.

4. **How large a loan can I obtain?**—The largest amount which can be loaned to an individual is \$600. The amount loaned will be based on the requirements of the applicant for seed, fertilizer, feed for work stock, and/or fuel and oil, and the acreage of crops on which he gives a chattel mortgage to secure the payment of the loan made to him. Loans may be made in less amount than that for which application is made. Loans for seed will be based on approximate cost of seed per acre, but not in excess of an average cost of \$2 per acre for corn, cotton, oats, tobacco, and grain sorghums, \$15 per acre for truck crops (including potatoes and sweetpotatoes), and \$5 per acre for other crops. Loans for fertilizer will be made only in those counties where its use is deemed necessary by the representative of the Department of Agriculture, and at rates not in excess of \$5 per acre, except for tobacco and truck crops, for which the maximum rate will be \$10. Loans for feed will be based on the number of animals required to cultivate the acreage shown by the borrower and the period for which feed is required. Loans for fuel and oil for tractors, used for crop production, will be at a rate not to exceed \$2.50 per acre for the number of acres to be cultivated in this manner.

5. **What must I do in order to obtain a loan?**—You must make application on Form No. 2 furnished by the Department of Agriculture and accompany it with a note (Form No. 3), chattel mortgage (Form No. 4), and voucher (Form No. 5), in Illinois, Kansas, and Kentucky (Form No. 5a), on the proper forms, sending all to the Farmers' Seed Loan Office, St. Louis, Mo., for ap-

proval by the official of the Department of Agriculture detailed there for the purpose. In Illinois, Kansas, and Kentucky, where the law does not permit the taking of a crop mortgage until the crop is planted and growing, the applicant will be required to sign an agreement to deliver such mortgage at the proper time. Special form for this agreement (Form No. 9) will be used in these States.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form or on separate waiver form. In all cases where waivers are required, the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any rent note, mortgage, land sales contract, or other paper and must enter into an agreement on the special form (Form No. 7) provided for the purpose, that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States.

6. What does the application blank require?—The application blank requires a statement of the amount of the loan desired, the number of acres of each crop for which seed (and fertilizer) is to be purchased, the amount desired for feed, and the number of animals to be fed, the amount desired for fuel and oil for tractors, and a legal description of the land on which these crops are to be planted, together with a statement of the acreage of crops grown by the applicant in 1929 and 1930 and the yields obtained. The application blank also includes an agreement to use the money loaned for the purchase of seed, fertilizer, feed and/or fuel and oil, and to use these supplies for crop production on the land described. It requires a further statement to the effect that the applicant does not have seed, fertilizer, feed, and/or fuel and oil, that he does not have and can not get funds from other sources for the purchase of such supplies, and that if he does not obtain a Government loan he will be unable to farm in 1931.

7. What are the penalties for false representation in obtaining this loan?—The law provides that any person who shall knowingly make any material false representation for the purpose of obtaining an advance, loan, or sale, or of assisting in obtaining such advance, loan, or sale under this resolution, shall, upon conviction thereof, be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

8. What is required after the application is completed and signed?—After the application is completed it should be signed by the applicant with his usual business signature, together with his mail address. The application need not be sworn to. The community committee certificate should then be filled in and signed by at least two members of the community committee. The application and other papers should then be sent to the county committee, which will fill in and sign the county committee certificate and forward the application to the Farmers' Seed Loan Office at St. Louis, Mo. Full publicity will be given local newspapers to the names and addresses of members of community and county committees.

9. What is the note?—The note is a promissory note (Form No. 3 in Indiana, Missouri, Oklahoma, and Texas; Form No. 3-A in Illinois, Kansas, and Kentucky) supplied by the Department of Agriculture, in the amount of the application (not to exceed \$600), bearing interest at the rate of 5 per cent per annum and maturing November 30, 1931.

10. What is the mortgage?—The mortgage is a chattel mortgage on all of the crops to be grown by the applicant in 1931. Two copies of the form (Form No. 4) supplied by the department should be filled in and signed by the applicant, the original should be sworn to before a notary public, who must affix his seal. The original and copy should be sent with the application and note and voucher to the Farmers' Seed Loan Office, St. Louis, Mo. Applicants who have previously mortgaged their 1931 crops should have the waiver on the mortgage signed by other mortgagees to the extent of the Government loan. **Notary fee in connection**

with the oath on the mortgage must be paid by the borrower, but the mortgage will be filed and the filing fee paid by the Department of Agriculture.

11. Can a tenant obtain a loan from this fund?—In order for a tenant to obtain a loan from this fund, his landlord must sign the waiver which is a part of the mortgage form. In Illinois, Kansas, and Kentucky the tenant must obtain the signature of his landlord to a waiver on a separate form (Form No. 6) and submit this signed waiver at the time the application is filed. The landlord must also sign the waiver on the mortgage when the latter is executed by the borrower. The total of all loans to the tenants of one landlord in any county shall not exceed \$600. In this connection, also, attention is called to the second paragraph in reply to Question 5.

12. What is the voucher?—The voucher. (Form No. 5 in Indiana, Missouri, Oklahoma, and Texas; Form No. 5-A in Illinois, Kansas, and Kentucky) is the record of the transaction on which payment is made by the temporary special disbursing agent detailed to St. Louis for the purpose. This should be filled in down to the space provided for the applicant's signature and should be signed by him.

13. When and how will the money be advanced?—On receipt of the completed documents and approval of the application by the designated representative of the Secretary of Agriculture at the Farmers' Seed Loan Office, initial payment on the loan will be made. The right is reserved to make payment of the loan in installments. The amount of each installment to be determined by the Secretary of Agriculture through a designated representative. Initial payment will be made at the time the loan is approved and subsequent installments will follow at stated intervals only if the expenditure of the initial payment is shown to be properly made through the submission of a report on a card furnished by the Department of Agriculture. Interest on the several installments from the date of payment to the maturity date of the notes will be deducted from the last installment.

14. Why has the installment plan been adopted?—The installment plan has been adopted for the protection of both the Government and the borrower. Expenditures for feed and fertilizer are made over a considerable period, so that the full amount of the loan is not needed at the beginning of the planting season. Previously, when the entire amount of the loan was paid in a lump sum, in many cases, part of it not needed for immediate use for feed and fertilizer was diverted to other uses, often being applied to the payment of old debts.

15. Will the installments be paid automatically?—Before the second installment is paid, the borrower will be expected to report to the Farmers' Seed Loan Office St. Louis, Mo., how the first installment has been expended. A form will be furnished for such a report at the time the first check is sent. In the case of loans paid in three installments the right is reserved to ask an accounting for the second installment before the third is paid.

16. What rate of interest is charged on the loans?—Interest at the rate of 5 per cent will be charged on all loans. As all notes are due November 30, 1931, interest from the date of approval of the loan to November 30, 1931, will be deducted from the principal of the loan when the advance is made. In the case of advances made in installments, interest on the entire loan will be deducted from the final installment, the interest on each installment being figured from the date the advance is made to November 30. Loans or balances not paid on November 30 will bear interest at 5 per cent from that date until paid. This plan has been adopted to relieve buyers of crops mortgaged to the Government from the work of figuring interest on installments.

17. What will be the action taken if an application is received in incomplete or incorrect form?—If an application is received which is not complete either as to the application form itself or as to the note, mortgage, or voucher, any of these documents which require correction or completion will be returned promptly with a statement of the action necessary. When again received in proper form the application will be handled promptly, but final action can not be taken until all the necessary papers are complete and correct. Delays will, therefore, be avoided if the applicant and the local committee will go over all the forms carefully before sending them in. As all papers in connection with a single application will be stamped with a serial number on receipt, the same form which is sent back for correction or completion should be returned.

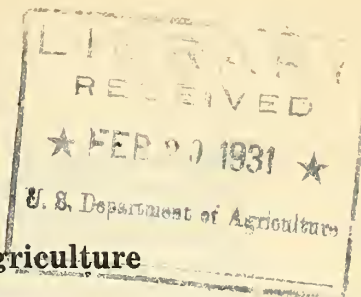
18. If my application is granted for a less amount than that for which I apply, how will that fact be indicated?—On approval of your application you will be notified of the amount for which your loan is approved. If this is less than the amount for which you applied, proper credit for the reduction will be shown on your note, mortgage, and voucher.

19. If an application is finally disallowed, what will be done with the papers?—If an application is finally disallowed for any reason the note, mortgage, and voucher will be returned to the applicant. The application itself will be retained as a part of the department's records in the case.

20. When and how is the loan to be repaid?—The notes are due and payable November 30, 1931, or sooner if the crops covered by the mortgage are sold prior to that date, and will bear interest at the rate of 5 per cent per annum after that date. As noted in the reply to questions 13 and 16, interest to November 30, 1931, is deducted at the time the last advance is made on the loan. Full instructions as to the methods of payment will be sent to each borrower before November 30, 1931.

T. WEED HARVEY,
Administrative Officer in Charge.

DECEMBER 30, 1930.



United States Department of Agriculture

FARMERS' SEED LOAN OFFICE

WASHINGTON, D. C.

HOW CAN I GET A LOAN FOR SEED, FEED, AND FERTILIZER?

In the following paragraphs the principal questions which are likely to be asked by farmers who wish to get a loan from the Department of Agriculture for the purchase of seed, fertilizer, feed, and/or fuel and oil for tractors are answered briefly. No attempt is made to give full details of the general regulations, which are contained in a circular (W. Form No. 1) issued by the Secretary of Agriculture under date of December 30, 1930.

1. What is the authority for these loans?—The Secretary of Agriculture is authorized to make loans to farmers in drought and/or storm stricken areas in the United States for the purchase of seed of suitable crops, fertilizer, feed for work stock, and/or fuel and oil for tractors where he shall find that special need for such assistance exists, and upon such terms and subject to such regulations as he prescribes, including an agreement by each farmer to use the supplies thus obtained by him for crop production. This authority is provided in a joint resolution of Congress, approved December 20, 1930.

2. Where can I make application for a loan?—The office for the handling of applications for loans for seed, fertilizer, feed and/or fuel and oil for tractors, from drought and/or storm stricken areas in Georgia, North Carolina, Virginia, Maryland, West Virginia, Ohio, and Michigan, has been established at Washington, D. C. Application blanks and other necessary forms have been sent to county agricultural agents, county committees, or other designated representatives for the use of applicants.

3. What is the security required?—Each individual who obtains a loan for seed, fertilizer, feed and/or fuel and oil in 1931 must give an absolute first lien on all of the crops growing or to be grown by him in 1931 in such form as to entitle it to filing in the county in which he resides.

4. How large a loan can I obtain?—The largest amount which can be loaned to an individual is \$600. The amount loaned will be based on the requirements of the applicant for seed, fertilizer, feed for work stock and/or fuel and oil for tractors, and the acreage of crops on which he gives a crop lien or chattel mortgage to secure the payment of the loan made to him. Loans may be made in less amount than that for which application is made. Loans for seed will be based on approximate cost of seed required per acre, but in no case in excess of \$2 for corn, cotton, oats, and tobacco, and \$5 on other crops, except truck crops (including potatoes and sweet potatoes), on which the maximum rate will be \$25 per acre. Loans for fertilizer will be made only in those counties where its use is deemed necessary by the representative of the Department of Agriculture, and at rates not in excess of \$5 per acre, except for tobacco and truck crops, on which the maximum rate will be \$10 per acre.

5. What must I do in order to obtain a loan?—You must make application on Form No. 2 furnished by the Department of Agriculture and accompany it

with a note (Form No. 3) for those applicants living in Georgia, North Carolina, Virginia, West Virginia, and Michigan, or (Form No. 3A) for those living in Maryland and Ohio, chattel mortgage in Georgia, West Virginia, and Michigan (Form No. 4), crop liens in Virginia (W. Form No. 4A) and in North Carolina (W. Form No. 4B) and vouched (Form No. 5) for applicants in all States except Maryland and Ohio, in which States (Form No. 5A) should be used, sending all to the Farmers' Seed Loan Office, Washington, D. C., for approval by the official of the Department of Agriculture designated for the purpose. In Maryland and Ohio, where the law does not permit the taking of a crop mortgage until the crop is planted and growing, the applicant will be required to sign an agreement (Form No. 9) to deliver such mortgage at the proper time.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form or on separate waiver form. In all cases where waivers are required, the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any contract for deed, rent note, mortgage, land sales contract, or other paper and must enter into an agreement on the special form (Form No. 7) provided for the purpose, that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States.

6. What does the application blank require?—The application blank requires a statement of the amount of the loan desired, the number of acres of each crop for which seed and fertilizer is to be purchased, the amount desired for feed and the number of animals to be fed, and/or the amount desired for fuel and oil for tractor operation. It requires a legal description of the land on which these crops are to be planted, together with a statement of the acreage of crops grown by the applicant in 1929 and 1930 and the yields obtained. The application blank also includes an agreement to use the money loaned for the purchase of seed, fertilizer, feed and/or fuel and oil, and to use these supplies for crop production on the land described. It requires a further statement to the effect that the applicant does not have seed, feed, and/or fertilizer, that he does not have and can not get funds from other sources for the purchase of such supplies, and that if he does not obtain a Government loan he will be unable to farm in 1931.

7. What are the penalties for false representation in obtaining this loan?—The law provides that any person who shall intentionally make any material false representation for the purpose of obtaining an advance, loan, or sale, or of assisting in obtaining such advance, loan, or sale under this resolution, shall, upon conviction thereof, be punished by a fine of not exceeding \$1,000 or by imprisonment not exceeding six months, or both.

8. What is required after the application is completed and signed?—After the application is completed it should be signed by the applicant with his usual business signature, together with his mail address. The application need not

be sworn to. The community committee certificate should then be filled in and signed by at least two members of the community committee. The application and other papers should then be sent to the county committee, which will fill in and sign the county committee certificate and forward the application to the Farmers' Seed Loan Office at Washington, D. C. Full publicity will be given local newspapers to the names and addresses of members of community and county committees.

9. What is the note?—The note is a promissory note (Form No. 3), in Maryland and Ohio (Form 3A) supplied by the Department of Agriculture, in the amount of the application (not to exceed \$600), bearing interest at the rate of 5 per cent per annum, and maturing November 30, 1931.

10. What is the mortgage or seed lien?—The mortgage is a chattel mortgage on the crops to be grown by the applicant in 1931. Two copies of the form (Form No. 4) in Virginia (W. Form 4A) in North Carolina (W. Form No. 4B) supplied by the department, should be filled in, and signed by the applicant and the original should be sworn to before a notary public who must affix his seal. The original and one copy should be sent with the application and note to the Farmers' Seed Loan Office, Washington, D. C. Applicants who have previously mortgaged their 1931 crops should have the waiver on the mortgage signed by other mortgagees to the extent of the Government loan. Notary fee in connection with the oath on the mortgage must be paid by the borrower, but the mortgage will be filed and the filing fee paid by the Department of Agriculture. In Virginia the crop lien should not be sworn to or acknowledged before a notary public or other officer.

11. Can a tenant obtain a loan from this fund?—In order for a tenant to obtain a loan from this fund his landlord must sign the waiver which is a part of the mortgage or crop lien form. In the States of Maryland and Ohio the tenant must obtain the signature of his landlord to a waiver on a separate form (Form No. 6) and submit this signed waiver at the time the application is filled. The landlord must also sign the waiver on the mortgage when the latter is executed by the borrower. The total of all loans to the tenants of one landlord in any county shall not exceed \$600. In this connection, also, attention is called to the second paragraph in reply to Question 5.

12. What is the voucher?—The voucher (Form No. 5), in Maryland and Ohio (Form 5A) is the record of the transaction on which payment is made by special disbursing agent. This should be filled in down to the space provided for the applicant's signature and should be signed by him.

13. When and how will the money be advanced?—On receipt of the completed documents and approval of the application by the designated representative of the Secretary of Agriculture at the Farmers' Seed Loan Office initial payment on the loan will be made. The right is reserved to make payment of the loan in installments. The amount of each installment to be determined by the Secretary of Agriculture through a designated representative. Initial payment will be made at the time the loan is approved, and subsequent installments will follow at stated intervals only if the expenditure of the initial payment is shown to be properly made through the submission of a report on a card furnished by the Department of Agriculture. Interest on the several installments from the date of payment to the maturity date of the notes will be deducted from the last installment.

14. Why has the installment plan been adopted?—The installment plan has been adopted for the protection of both the Government and the borrower. Expenditures for feed and fertilizer are made over a considerable period, so that the full amount of the loan is not needed at the beginning of the planting

season. Previously, when the entire amount of the loan was paid in a lump sum, in many cases part of it not needed for immediate use for feed and fertilizer was diverted to other uses, often being applied to the payment of old debts.

15. Will the installments be paid automatically?—Before the second installment is paid the borrower will be expected to report to the Farmers' Seed Loan Office, Washington, D. C., how the first installment has been expended. A form will be furnished for such a report at the time the first check is sent. In the case of loans paid in three installments the right is reserved to ask an accounting for the second installment before the third is paid.

16. What rate of interest is charged on the loans?—Interest at the rate of 5 per cent will be charged on all loans. As all notes are due November 30, 1931, interest from the date of approval of the loan to November 30 will be deducted from the principal of the loan when the advance is made. In the case of advances made in installments, interest on the entire loan will be deducted from the final installment, the interest on each installment being figured from the date the advance is made to November 30. Loans or balances not paid on November 30 will bear interest at 5 per cent from that date until paid. This plan has been adopted to relieve buyers of crops mortgaged to the Government from the work of figuring interest on installments.

17. What will be the action taken if an application is received in incomplete or incorrect form?—If an application is received which is not complete either as to the application form itself or as to the note, mortgage, or voucher, any of these documents which require correction or completion will be returned promptly with a statement of the action necessary. When again received in proper form the application will be handled promptly, but final action can not be taken until all the necessary papers are complete and correct. Delays will therefore be avoided if the applicant and the local committee will go over all the forms carefully before sending them in. As all papers in connection with a single application will be stamped with a serial number on receipt, the same form which is sent back for correction or completion should be returned.

18. If my application is granted for a less amount than that for which I apply, how will that fact be indicated?—On approval of your application you will be notified of the amount for which your loan is approved. If this is less than the amount for which you applied, proper credit for the reduction will be shown on your note, mortgage, and voucher.

19. If an application is finally disallowed, what will be done with the papers?—If an application is finally disallowed for any reason, the note, mortgage, and voucher will be returned to the applicant. The application itself will be retained as a part of the department's records in the case.

20. When and how is the loan to be repaid?—The notes are due and payable November 30, 1931, or sooner if the crops covered by the mortgage are sold prior to that date, and will bear interest at the rate of 5 per cent per annum after that date. As noted in the reply of questions 13 and 16, interest to November 30, 1931, is deducted at the time the last advance is made on the loan. Full instructions as to the methods of payment will be sent to each borrower before November 30, 1931.

G. L. HOFFMAN,
Chief of Administration,
Farmers' Seed Loan Offices.

DECEMBER 30, 1930.

LIBRARY
RECEIVED
JAN 1 1931
U. S. Department of Agriculture

United States Department of Agriculture
FARMERS' SEED LOAN OFFICE

WASHINGTON, D. C.

**HOW CAN I GET A LOAN FOR SEED, FEED, AND
FERTILIZER?**

In the following paragraphs the principal questions which are likely to be asked by farmers who wish to get a loan from the Department of Agriculture for the purchase of seed, fertilizer, feed, and/or fuel and oil for tractors are answered briefly. No attempt is made to give full details of the general regulations, which are contained in a circular (W. Form No. 1-A) issued by the Secretary of Agriculture under date of February 23, 1931.

1. **What is the authority for these loans?**—The Secretary of Agriculture is authorized to make loans to farmers in drought and/or storm-stricken areas in the United States for the purchase of seed of suitable crops, fertilizer, feed for work stock, and/or fuel and oil for tractors where he shall find that special need for such assistance exists, and upon such terms and subject to such regulations as he prescribes, including an agreement by each farmer to use the supplies thus obtained by him for crop production. This authority is provided in the agriculture appropriation act for the fiscal year 1932, approved February 23, 1931.

2. **Where can I make application for a loan?**—The office for the handling of applications for loans for seed, fertilizer, feed, and/or fuel and oil for tractors from drought and/or storm-stricken areas in North Carolina, South Carolina, Georgia, and Florida has been established at Washington, D. C. Application blanks and other necessary forms have been sent to county agricultural agents, county committees, or other designated representatives for the use of applicants.

3. **What is the security required?**—Each individual who obtains a loan for seed, fertilizer, feed, and/or fuel and oil in 1931 must give an absolute first lien on all of the crops growing or to be grown by him in 1931, from spring planting, whether financed by the Government or not, in such form as to entitle it to filing in the county in which he resides.

4. **How large a loan can I obtain?**—The largest amount which can be loaned to an individual is \$600. The amount loaned will be based on the requirements of the applicant for seed, fertilizer, feed for work stock, and/or fuel and oil for tractors, and the acreage of crops on which he gives a crop mortgage to secure the payment of the loan made to him. Loans may be made in less amount than that for which application is made. Loans for seed will be based on approximate cost of seed required per acre, but in no case in excess of \$2 for corn, cotton, oats, and tobacco, and \$5 on other crops, except truck crops (including potatoes and sweet potatoes), on which the maximum rate will be \$25 per acre. Loans for fertilizer will be made only in those counties where its use is deemed necessary by the representative of the Department of Agriculture, and at rates not in excess of \$5 per acre, except for tobacco and truck crops, on which the maximum rate will be \$10 per acre.

5. **What must I do in order to obtain a loan?**—You must make application on W. Form No. 2-A furnished by the Department of Agriculture and accom-

pany it with a note (W. Form No. 3-B) and crop mortgage (W. Form 4-C) and voucher (W. Form 5-C), sending all to the Farmers' Seed Loan Office, Washington, D. C., for approval by the official of the Department of Agriculture designated for the purpose.

If the applicant for a loan is a tenant, or is farming land under contract for deed or so-called crop contract, or has given a prior mortgage on his 1931 crop, he must secure the waivers of the actual owners of the land, his landlord, and/or all prior mortgage holders in the space provided on the mortgage form for the purpose. If the applicant is the owner of the land and farms it with tenants or share croppers, waivers of such tenants or share croppers must be secured in the space provided on the mortgage form for the purpose. If the applicant leases the land from another and in turn operates it with tenants or share croppers, waivers of both the actual owner of the leased land (unless the rental of the said land has been paid) and of said tenants or share croppers must be secured in the space provided on the mortgage form or on separate waiver form. In all cases where waivers are required, except where tenants or share croppers sign the waivers, the person waiving must certify that at the time of signing such waiver he is in actual possession and owner of any contract for deed, rent, note, mortgage, land-sales contract, or other papers, and must enter into an agreement on the special form (Form No. 7) provided for the purpose, that he will not assign, transfer, hypothecate, or sell such security without first having secured the written consent of the duly authorized representative of the United States.

6. What does the application blank require?—The application blank requires a statement of the amount of the loan desired, the number of acres of each crop for which seed and fertilizer is to be purchased, the amount desired for feed and the number of animals to be fed, and/or the amount desired for fuel and oil for tractor operation. It requires a legal description of the land on which these crops are to be planted, together with a statement of the acreage of crops grown by the applicant in 1929 and 1930 and the yields obtained. The application blank also includes an agreement to use the money loaned for the purchase of seed, fertilizer, feed and/or fuel and oil, and to use these supplies for crop production on the land described. It requires a further statement to the effect that the applicant does not have seed, feed, and/or fertilizer, and that he does not have and can not get funds from other sources for the purchase of such supplies, and that if he does not obtain a Government loan he will be unable to farm in 1931.

7. What is required after the application is completed and signed?—After the application is completed it should be signed by the applicant with his usual business signature, together with his mail address. The application need not be sworn to. The community committee certificate should then be filled in and signed by at least two members of the community committee. The application and other papers should then be sent to the county committee, which will fill in and sign the county committee certificate and forward the application to the Farmers' Seed Loan Office at Washington, D. C., Full publicity will be given in local newspapers to the names and addresses of members of community and county committees.

8. What is the note?—The note is a promissory note (W. Form No. 3-C) in North Carolina, South Carolina, Georgia, and Florida, supplied by the Department of Agriculture in the amount of the application (not to exceed \$600), bearing interest at the rate of 5 per cent per annum, and maturing November 30, 1931.

9. What is the mortgage?—The mortgage is a crop mortgage on the crops to be grown by the applicant in 1931. Two copies of the form (W. Form No. 4-C) supplied by the department should be filled in and signed by the applicant. The original should be sworn to before a notary public, who must affix his seal. The original and one copy should be sent with the application and note to the Farmers' Seed Loan Office, Washington, D. C. Applicants who have previously mortgaged their 1931 crops should have the waiver on the mortgage signed by other mortgagees to the extent of the Government loan. Notary fee in connection with the oath on the mortgage must be paid by the borrower, but the mortgage will be filed and the filing fee paid by the Department of Agriculture.

10. Can a tenant obtain a loan from this fund?—In order for a tenant to obtain a loan from this fund his landlord must sign the waiver which is a part of the mortgage or crop lien form. The total of all loans to the tenants of one landlord in any county shall not exceed \$2,000. In this connection, also, attention is called to the second paragraph in reply to question 5.

11. What is the voucher?—The voucher (W. Form No. 5-C) is the record of the transaction on which payment is made by special disbursing agent. This should be filled in down to the space provided for the applicant's signature and should be signed by him.

12. When and how will the money be advanced?—On receipt of the completed documents and approval of the application by the designated representative of the Secretary of Agriculture at the Farmers' Seed Loan Office, initial payment on the loan will be made. The right is reserved to make payment of the loan in installments, the amount of each installment to be determined by the Secretary of Agriculture through a designated representative. Initial payment will be made at the time the loan is approved, and subsequent installments will follow at stated intervals only if the expenditure of the initial payment is shown to be properly made through the submission of a report on a card furnished by the Department of Agriculture. Interest on the several installments from the date of payment to the maturity date of the notes will be deducted from the last installment.

13. Why has the installment plan been adopted?—The installment plan has been adopted for the protection of both the Government and the borrower. Expenditures for feed and fertilizer are made over a considerable period, so that the full amount of the loan is not needed at the beginning of the planting season. Previously, when the entire amount of the loan was paid in a lump sum, in many cases part of it not needed for immediate use for feed and fertilizer was diverted to other uses, often being applied to the payment of old debts.

14. Will the installments be paid automatically?—Before the second installment is paid the borrower will be expected to report to the Farmers' Seed Loan Office, Washington, D. C., how the first installment has been expended. A form will be furnished for such a report at the time the first check is sent. In the case of loans paid in three installments the right is reserved to ask an accounting for the second installment before the third is paid.

15. What rate of interest is charged on the loans?—Interest at the rate of 5 per cent will be charged on all loans. As all notes are due November 30, 1931, interest from the date of approval of the loan to November 30 will be deducted from the principal of the loan when the advance is made. In the case of advances made in installments, interest on the entire loan will be deducted from the final installment, the interest on each installment being

figured from the date the advance is made to November 30. Loans or balances not paid on November 30 will bear interest at 5 per cent from that date until paid. This plan has been adopted to relieve buyers of crops mortgaged to the Government from the work of figuring interest on installments.

16. What will be the action taken if an application is received in incomplete or incorrect form?—If an application is received which is not complete either as to the application form itself or as to the note, mortgage, or voucher, any of these documents which require correction or completion will be returned promptly with a statement of the action necessary. When again received in proper form the application will be handled promptly, but final action can not be taken until all the necessary papers are complete and correct. Delays will, therefore, be avoided if the applicant and the local committee will go over all the forms carefully before sending them in. As all papers in connection with a single application will be stamped with a serial number on receipt, the same form which is sent back for correction or completion should be returned.

17. If my application is granted for a less amount than that for which I apply, how will that fact be indicated?—On approval of your application you will be notified of the amount for which your loan is approved. If this is less than the amount for which you applied, proper credit for the reduction will be shown on your note, mortgage, and voucher.

18. If an application is finally disallowed, what will be done with the papers?—If an application is finally disallowed for any reason, the note, mortgage, and voucher will be returned to the applicant. The application itself will be retained as a part of the department's records in the case.

19. When and how is the loan to be repaid?—The notes are due and payable November 30, 1931, or sooner if the crops covered by the mortgage are sold prior to that date, and will bear interest at the rate of 5 per cent per annum after that date. As noted in the reply of questions 13 and 16, interest to November 30, 1931 is deducted at the time the last advance is made on the loan. Full instructions as to the methods of payment will be sent to each borrower before November 30, 1931.

G. L. HOFFMAN,
*Chief of Administration,
 Farmers' Seed Loan Office.*

U. S. DEPARTMENT OF AGRICULTURE
LIBRARY

NOTICE TO BORROWERS

Please return all books promptly after finishing your use of them, in order that they may be available for reference by other persons who need to use them.

Please do not lend to others the books and periodicals charged to you. Return them to the Library to be charged to the persons who wish them.

The mutilation, destruction, or theft of Library property is punishable by law. (20 Stat. 171, June 15, 1878.)

Lib. 9



•••

